A bill for an act

relating to appropriations; appropriating money for agriculture, the Board of 1.2 Animal Health, Rural Finance Authority, veterans, and the military; changing 1.3 certain agricultural and animal health requirements and programs; establishing a 1.4 program; eliminating a sunset; requiring certain studies and reports; amending 1.5 Minnesota Statutes 2008, sections 3.737, subdivision 1; 3.7371, subdivision 3; 1.6 13.643, by adding a subdivision; 17.03, subdivision 12; 17.115, subdivision 1.7 2; 18.75; 18.76; 18.77, subdivisions 1, 3, 5, by adding subdivisions; 18.78, 1.8 subdivision 1, by adding a subdivision; 18.79; 18.80, subdivision 1; 18.81, 19 subdivision 3, by adding subdivisions; 18.82, subdivisions 1, 3; 18.83; 18.84, 1.10 subdivisions 1, 2, 3; 18.86; 18.87; 18.88; 18B.01, subdivision 8, by adding 1.11 subdivisions; 18B.065, subdivisions 1, 2, 2a, 3, 7, by adding subdivisions; 1.12 18B.26, subdivisions 1, 3; 18B.31, subdivisions 3, 4; 18B.37, subdivision 1.13 1; 18C.415, subdivision 3; 18C.421; 18C.425, subdivisions 4, 6; 18E.03, 1.14 subdivisions 2, 4; 18E.06; 18H.02, subdivision 12a, by adding subdivisions; 1.15 18H.07, subdivisions 2, 3; 18H.09; 18H.10; 28A.085, subdivision 1; 28A.21, 1 16 subdivision 5; 31.94; 32.394, subdivision 8; 41A.09, subdivisions 2a, 3a; 1.17 41B.039, subdivision 2; 41B.04, subdivision 8; 41B.042, subdivision 4; 41B.043, 1.18 subdivision 1b; 41B.045, subdivision 2; 43A.11, subdivision 7; 97A.045, 1.19 subdivision 1; 171.06, subdivision 3; 171.07, by adding a subdivision; 171.12, 1.20 by adding a subdivision; 197.455, subdivision 1; 197.46; 198.003, by adding a 1.21 subdivision; 239.791, subdivisions 1, 1a; 343.11; 583.215; 626.8517; Laws 2008, 1.22 chapter 297, article 2, section 26, subdivision 3; proposing coding for new law in 1 23 Minnesota Statutes, chapters 17; 18; 18B; 31; 41A; 198; repealing Minnesota 1.24 Statutes 2008, sections 17.49, subdivision 3; 18G.12, subdivision 5; 38.02, 1.25 subdivisions 3, 4; 41.51; 41.52; 41.53; 41.55; 41.56; 41.57; 41.58, subdivisions 1.26 1, 2; 41.59, subdivision 1; 41.60; 41.61, subdivision 1; 41.62; 41.63; 41.65; 1.27 Minnesota Rules, part 1505.0820. 1.28 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA: 1.29 ARTICLE 1 1 30 **AGRICULTURE** 1.31

1.32

Section 1. SUMMARY OF APPROPRIATIONS.

2.1	The amounts shown in t	his section	on summarize direc	t appropriations, by	fund, made
2.2	in this article.				
2.3			<u>2010</u>	<u>2011</u>	<b>Total</b>
2.4	General	<u>\$</u>	45,023,000 \$	43,938,000 \$	88,961,000
2.5	<u>Agricultural</u>		800,000 \$	800,000 \$	1,600,000
2.6	Remediation	<u>\$</u> <u>\$</u>	<u>388,000</u> \$	388,000 \$	776,000
2.7	<b>Total</b>		<u>46,211,000</u> <u>\$</u>	<u>45,126,000</u> <u>\$</u>	91,337,000
2.8	Sec. 2. AGRICULTURE AI	PPROPR	RIATIONS.		
2.9	The sums shown in the	columns	marked "Appropria	ations" are appropria	ted to the
2.10	agencies and for the purposes	specified	in this act. The app	propriations are fron	n the general
2.11	fund, or another named fund,	and are a	available for the fise	cal years indicated f	or each
2.12	purpose. The figures "2010" a	and "2011	I" used in this act r	mean that the approp	<u>oriations</u>
2.13	listed under them are availabl	e for the	fiscal year ending J	une 30, 2010, or Jur	ne 30, 2011,
2.14	respectively. "The first year"	is fiscal y	vear 2010. "The sec	cond year" is fiscal y	rear 2011.
2.15	"The biennium" is fiscal years	s 2010 an	nd 2011.		
2.16 2.17 2.18 2.19				APPROPRIATIO Available for the Y Ending June 30 2010	<u>Year</u>
2.20	Sec. 3. <b>DEPARTMENT OF</b>	AGRIC	<u>ULTURE</u>		
2.21	Subdivision 1. Total Approp	<u>riation</u>	<u>\$</u>	<u>38,190,000</u> <u>\$</u>	<u>37,105,000</u>
2.22	Appropriations	by Fund			
2.23	<u>201</u>	0	<u>2011</u>		
2.24	General 37,0	02,000	35,917,000		
2.25	Remediation 3	88,000	388,000		
2.26	Agricultural 8	00,000	800,000		
2.27	The amounts that may be spe	nt for eac	<u>eh</u>		
2.28	purpose are specified in the f	ollowing			
2.29	subdivisions.				
2.30	Subd. 2. Protection Services	<u>s</u>		13,078,000	13,078,000
2.31	<u>Appropriations</u>	by Fund			
2.32	General 12,6	90,000	12,690,000		
2.33	Remediation 3	88,000	<u>388,000</u>		
2.34	\$388,000 the first year and \$3	388,000 t	<u>he</u>		
2.35	second year are from the rem	ediation f	<u>fund</u>		

3.1	for administrative funding for the voluntary		
3.2	cleanup program.		
3.3	\$75,000 the first year and \$75,000 the second		
3.4	year are for compensation for destroyed or		
3.5	crippled animals under Minnesota Statutes,		
3.6	section 3.737. If the amount in the first year		
3.7	is insufficient, the amount in the second year		
3.8	is available in the first year.		
3.9	\$75,000 the first year and \$75,000 the second		
3.10	year are for compensation for crop damage		
3.11	under Minnesota Statutes, section 3.7371. If		
3.12	the amount in the first year is insufficient, the		
3.13	amount in the second year is available in the		
3.14	first year.		
3.15	If the commissioner determines that claims		
3.16	made under Minnesota Statutes, section		
3.17	3.737 or 3.7371, are unusually high, amounts		
3.18	appropriated for either program may be		
3.19	transferred to the appropriation for the other		
3.20	program.		
3.21	\$150,000 the first year and \$150,000 the		
3.22	second year are for plant pest surveys.		
3.23 3.24	Subd. 3. Agricultural Marketing and Development	4,782,000	4,782,000
3.25	\$186,000 the first year and \$186,000 the		
3.26	second year are for transfer to the Minnesota		
3.27	grown account and may be used as grants		
3.28	for Minnesota grown promotion under		
3.29	Minnesota Statutes, section 17.102. Grants		
3.30	may be made for one year. Notwithstanding		
3.31	Minnesota Statutes, section 16A.28, the		
3.32	appropriations encumbered under contract on		
3.33	or before June 30, 2011, for Minnesota grown		
3.34	grants in this paragraph are available until		
3.35	June 30, 2013. \$50,000 of the appropriation		

4.1	in each year is for efforts that identify
4.2	and promote Minnesota grown products in
4.3	retail food establishments including but not
4.4	limited to restaurants, grocery stores, and
4.5	convenience stores.
4.6	\$100,000 the first year and \$100,000 the
4.7	second year are for grants to farmers for
4.8	demonstration projects involving sustainable
4.9	agriculture as authorized in Minnesota
4.10	Statutes, section 17.116. Of the amount
4.11	for grants, up to \$20,000 may be used for
4.12	dissemination of information about the
4.13	demonstration projects. Notwithstanding
4.14	Minnesota Statutes, section 16A.28, the
4.15	appropriations encumbered under contract
4.16	on or before June 30, 2011, for sustainable
4.17	agriculture grants in this paragraph are
4.18	available until June 30, 2013.
4.19	\$103,000 the first year and \$103,000 the
4.20	second year are to provide training and
4.21	technical assistance to county and town
4.21 4.22	officials relating to livestock siting issues
4.22	officials relating to livestock siting issues
4.22 4.23	officials relating to livestock siting issues and local zoning and land use planning,
4.22 4.23 4.24	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist
4.22 4.23 4.24 4.25	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist template clarifying the federal, state,
4.22 4.23 4.24 4.25 4.26	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist template clarifying the federal, state, and local government requirements for
4.22 4.23 4.24 4.25 4.26 4.27	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist template clarifying the federal, state, and local government requirements for consideration of an animal agriculture
4.22 4.23 4.24 4.25 4.26 4.27 4.28	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist template clarifying the federal, state, and local government requirements for consideration of an animal agriculture modernization or expansion project. For the
4.22 4.23 4.24 4.25 4.26 4.27 4.28 4.29	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist template clarifying the federal, state, and local government requirements for consideration of an animal agriculture modernization or expansion project. For the training and technical assistance program,
4.22 4.23 4.24 4.25 4.26 4.27 4.28 4.29 4.30	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist template clarifying the federal, state, and local government requirements for consideration of an animal agriculture modernization or expansion project. For the training and technical assistance program, the commissioner shall continue to seek
4.22 4.23 4.24 4.25 4.26 4.27 4.28 4.29 4.30 4.31	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist template clarifying the federal, state, and local government requirements for consideration of an animal agriculture modernization or expansion project. For the training and technical assistance program, the commissioner shall continue to seek guidance, advice, and support of livestock
4.22 4.23 4.24 4.25 4.26 4.27 4.28 4.29 4.30 4.31 4.32	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist template clarifying the federal, state, and local government requirements for consideration of an animal agriculture modernization or expansion project. For the training and technical assistance program, the commissioner shall continue to seek guidance, advice, and support of livestock producer organizations, general agricultural
4.22 4.23 4.24 4.25 4.26 4.27 4.28 4.29 4.30 4.31 4.32 4.33	officials relating to livestock siting issues and local zoning and land use planning, including maintenance of the checklist template clarifying the federal, state, and local government requirements for consideration of an animal agriculture modernization or expansion project. For the training and technical assistance program, the commissioner shall continue to seek guidance, advice, and support of livestock producer organizations, general agricultural organizations, local government associations,

5.1	\$77,000 the first year and \$77,000 the second		
5.2	year are for integrated pest management		
5.3	activities.		
5.4	\$10,000 the first year and \$10,000 the		
5.5	second year are for annual cost-share		
5.6	payments to resident farmers or persons		
5.7	who sell, process, or package agricultural		
5.8	products in this state for the costs of organic		
5.9	certification. Annual cost-share payments		
5.10	per farmer must be two-thirds of the cost		
5.11	of the certification or \$350, whichever is		
5.12	less. In any year that a resident farmer or		
5.13	person who sells, processes, or packages		
5.14	agricultural products in this state receives		
5.15	a federal organic certification cost-share		
5.16	payment, that resident farmer or person is		
5.17	not eligible for state cost-share payments. A		
5.18	certified farmer is eligible to receive annual		
5.19	certification cost-share payments for up to		
5.20	five years. The commissioner may allocate		
5.21	any excess appropriation in either fiscal year		
5.22	for organic market and program development		
5.23	including organic producer education efforts,		
5.24	assistance for persons transitioning from		
5.25	conventional to organic agriculture, or		
5.26	sustainable agriculture demonstration grants		
5.27	authorized under Minnesota Statutes, section		
5.28	17.116, and pertaining to organic research or		
5.29	demonstration. Any unencumbered balance		
5.30	does not cancel at the end of the first year		
5.31	and is available for the second year.		
5.32 5.33	Subd. 4. Bioenergy and Value-Added Agriculture	12,168,000	12,168,000
5.34	\$12,168,000 the first year and \$12,168,000		
5.35	the second year are for ethanol producer		
5.36	payments under Minnesota Statutes, section		

6.1	41A.09. If the total amount for which all
6.2	producers are eligible in a quarter exceeds
6.3	the amount available for payments, the
6.4	commissioner shall make payments on a
6.5	pro rata basis. If the appropriation exceeds
6.6	the total amount for which all producers
6.7	are eligible in a fiscal year for scheduled
6.8	payments and for deficiencies in payments
6.9	during previous fiscal years, the balance
6.10	in the appropriation is available to the
6.11	commissioner for value-added agricultural
6.12	programs including the value-added
6.13	agricultural processing and marketing grant
6.14	program under Minnesota Statutes, section
6.15	17.101, subdivision 5. The appropriation
6.16	remains available until spent. The base
6.17	appropriation for fiscal year 2012 is
6.18	<u>\$12,668,000.</u>
6.19	Subd. 5. Administration and Financial
6.19 6.20	Subd. 5. Administration and Financial8,162,0007,077,000
6.20	<u>Assistance</u> 8,162,000 7,077,000
<ul><li>6.20</li><li>6.21</li></ul>	Assistance         8,162,000         7,077,000           Appropriations by Fund         2010         2011           General         7,362,000         6,277,000
<ul><li>6.20</li><li>6.21</li><li>6.22</li></ul>	Assistance         8,162,000         7,077,000           Appropriations by Fund         2010         2011
<ul><li>6.20</li><li>6.21</li><li>6.22</li><li>6.23</li></ul>	Assistance         8,162,000         7,077,000           Appropriations by Fund         2010         2011           General         7,362,000         6,277,000
<ul><li>6.20</li><li>6.21</li><li>6.22</li><li>6.23</li><li>6.24</li></ul>	Assistance         8,162,000         7,077,000           Appropriations by Fund         2010         2011           General         7,362,000         6,277,000           Agricultural         800,000         800,000
<ul><li>6.20</li><li>6.21</li><li>6.22</li><li>6.23</li><li>6.24</li><li>6.25</li></ul>	Assistance       8,162,000       7,077,000         Appropriations by Fund       2010       2011         General       7,362,000       6,277,000         Agricultural       800,000       800,000         \$25,000 the first year is for a grant to       \$25,000 the first year is for a grant to
<ul><li>6.20</li><li>6.21</li><li>6.22</li><li>6.23</li><li>6.24</li><li>6.25</li><li>6.26</li></ul>	Assistance         8,162,000         7,077,000           Appropriations by Fund         2010         2011           General         7,362,000         6,277,000           Agricultural         800,000         800,000           \$25,000 the first year is for a grant to members of a farmers market association to         members of a farmers market association to
<ul><li>6.20</li><li>6.21</li><li>6.22</li><li>6.23</li><li>6.24</li><li>6.25</li><li>6.26</li><li>6.27</li></ul>	Appropriations by Fund  2010 2011  General 7,362,000 Agricultural 800,000 800,000  \$25,000 the first year is for a grant to members of a farmers market association to reimburse up to \$1,000 of membership fees
<ul> <li>6.20</li> <li>6.21</li> <li>6.22</li> <li>6.23</li> <li>6.24</li> <li>6.25</li> <li>6.26</li> <li>6.27</li> <li>6.28</li> </ul>	Appropriations by Fund  2010 2011  General 7,362,000 6,277,000  Agricultural 800,000 800,000  \$25,000 the first year is for a grant to members of a farmers market association to reimburse up to \$1,000 of membership fees  for members who incurred crop damages as
<ul> <li>6.20</li> <li>6.21</li> <li>6.22</li> <li>6.23</li> <li>6.24</li> <li>6.25</li> <li>6.26</li> <li>6.27</li> <li>6.28</li> <li>6.29</li> </ul>	Assistance  Appropriations by Fund  2010 2011  General 7,362,000 Agricultural 800,000 800,000  \$25,000 the first year is for a grant to members of a farmers market association to reimburse up to \$1,000 of membership fees for members who incurred crop damages as a result of the hail storm in 2008.
<ul> <li>6.20</li> <li>6.21</li> <li>6.22</li> <li>6.23</li> <li>6.24</li> <li>6.25</li> <li>6.26</li> <li>6.27</li> <li>6.28</li> <li>6.29</li> <li>6.30</li> </ul>	Appropriations by Fund  2010 2011  General 7,362,000 Agricultural 800,000 800,000  \$25,000 the first year is for a grant to members of a farmers market association to reimburse up to \$1,000 of membership fees for members who incurred crop damages as a result of the hail storm in 2008.  \$755,000 the first year and \$755,000 the
<ul> <li>6.20</li> <li>6.21</li> <li>6.22</li> <li>6.23</li> <li>6.24</li> <li>6.25</li> <li>6.26</li> <li>6.27</li> <li>6.28</li> <li>6.29</li> <li>6.30</li> <li>6.31</li> </ul>	Appropriations by Fund  2010 2011  General 7,362,000 6,277,000  Agricultural 800,000 800,000  \$25,000 the first year is for a grant to members of a farmers market association to reimburse up to \$1,000 of membership fees for members who incurred crop damages as a result of the hail storm in 2008.  \$755,000 the first year and \$755,000 the second year are for continuation of the dairy
6.20 6.21 6.22 6.23 6.24 6.25 6.26 6.27 6.28 6.29 6.30 6.31 6.32	Appropriations by Fund  2010 2011  General 7,362,000 6,277,000  Agricultural 800,000 800,000  \$25,000 the first year is for a grant to members of a farmers market association to reimburse up to \$1,000 of membership fees for members who incurred crop damages as a result of the hail storm in 2008.  \$755,000 the first year and \$755,000 the second year are for continuation of the dairy development and profitability enhancement
6.20 6.21 6.22 6.23 6.24 6.25 6.26 6.27 6.28 6.29 6.30 6.31 6.32 6.33	Assistance  Appropriations by Fund  2010 2011  General 7,362,000 Agricultural 800,000 800,000  \$255,000 the first year is for a grant to members of a farmers market association to reimburse up to \$1,000 of membership fees for members who incurred crop damages as a result of the hail storm in 2008.  \$755,000 the first year and \$755,000 the second year are for continuation of the dairy development and profitability enhancement and dairy business planning grant programs
6.20 6.21 6.22 6.23 6.24 6.25 6.26 6.27 6.28 6.29 6.30 6.31 6.32 6.33	Appropriations by Fund  2010 2011  General 7,362,000 6,277,000  Agricultural 800,000 800,000  \$25,000 the first year is for a grant to members of a farmers market association to reimburse up to \$1,000 of membership fees for members who incurred crop damages as a result of the hail storm in 2008.  \$755,000 the first year and \$755,000 the second year are for continuation of the dairy development and profitability enhancement and dairy business planning grant programs established under Laws 1997, chapter

7.1	section 9, subdivision 2. The commissioner
7.2	may allocate the available sums among
7.3	permissible activities, including efforts to
7.4	improve the quality of milk produced in the
7.5	state in the proportions that the commissioner
7.6	deems most beneficial to Minnesota's dairy
7.7	farmers. The commissioner must submit a
7.8	work plan detailing plans for expenditures
7.9	under this program to the chairs of the house
7.10	of representatives and senate committees
7.11	dealing with agricultural policy and budget
7.12	on or before the start of each fiscal year. If
7.13	significant changes are made to the plans
7.14	in the course of the year, the commissioner
7.15	must notify the chairs.
7.16	\$50,000 the first year and \$50,000 the
7.17	second year are for the Northern Crops
7.18	Institute. These appropriations may be spent
7.19	to purchase equipment.
7.20	\$19,000 the first year and \$19,000 the
7.21	second year are for a grant to the Minnesota
7.22	Livestock Breeders Association.
7.23	\$250,000 the first year and \$250,000 the
7.24	second year are for grants to the Minnesota
7.25	Agricultural Education and Leadership
7.26	Council for programs of the council under
7.27	Minnesota Statutes, chapter 41D.
7.28	\$474,000 the first year and \$474,000 the
7.29	second year are for payments to county and
7.30	district agricultural societies and associations
7.31	under Minnesota Statutes, section 38.02,
7.32	subdivision 1. Of this amount, \$4,000 each
7.33	year is for 4-H premiums. Aid payments to
7.34	county and district agricultural societies and
7.35	associations shall be disbursed no later than

8.1	July 15 of each year. These payments are the
8.2	amount of aid from the state for an annual
8.3	fair held in the previous calendar year.
8.4	\$1,000 the first year and \$1,000 the second
8.5	year are for grants to the Minnesota State
8.6	Poultry Association.
8.7	\$65,000 the first year and \$65,000 the second
8.8	year are for annual grants to the Minnesota
8.9	Turf Seed Council for basic and applied
8.10	research on the improved production of
8.11	forage and turf seed related to new and
8.12	improved varieties. The grant recipient may
8.13	subcontract with a qualified third party for
8.14	some or all of the basic and applied research.
8.15	\$50,000 the first year and \$50,000 the second
8.16	year are for grants to the Minnesota Turf Seed
8.17	Council for basic and applied agronomic
8.18	research on native plants, including plant
8.19	breeding, nutrient management, pest
8.20	management, disease management, yield,
8.21	and viability. The Minnesota Turf Seed
8.22	Council may subcontract with a qualified
8.23	third party for some or all of the basic or
8.24	applied research. The Minnesota Turf Seed
8.25	Council must actively participate in the
8.26	Agricultural Utilization Research Institute's
8.27	Renewable Energy Roundtable and no
8.28	later than February 1, 2011, must report
8.29	to the house of representatives and senate
8.30	committees with jurisdiction over agriculture
8.31	finance. This is a onetime appropriation.
8.32	\$500,000 the first year and \$500,000 the
8.33	second year are for grants to Second Harvest
8.34	Heartland on behalf of Minnesota's six
8.35	Second Harvest food banks for the purchase

9.1	of milk for distribution to Minnesota's food
9.2	shelves and other charitable organizations
9.3	that are eligible to receive food from the food
9.4	banks. Milk purchased under the grants must
9.5	be acquired from Minnesota milk processors
9.6	and based on low-cost bids. The milk must be
9.7	allocated to each Second Harvest food bank
9.8	serving Minnesota according to the formula
9.9	used in the distribution of United States
9.10	Department of Agriculture commodities
9.11	under The Emergency Food Assistance
9.12	Program (TEFAP). Second Harvest
9.13	Heartland must submit quarterly reports
9.14	to the commissioner on forms prescribed
9.15	by the commissioner. The reports must
9.16	include, but are not limited to, information
9.17	on the expenditure of funds, the amount
9.18	of milk purchased, and the organizations
9.19	to which the milk was distributed. Second
9.20	Harvest Heartland may enter into contracts
9.21	or agreements with food banks for shared
9.22	funding or reimbursement of the direct
9.23	purchase of milk. Each food bank receiving
9.24	money from this appropriation may use up to
9.25	two percent of the grant for administrative
9.26	expenses.
9.27	\$1,000,000 the first year is for the 21st
9.28	century agricultural reinvestment program in
9.29	Minnesota Statutes, section 41A.12. Priority
9.30	must be given to livestock programs under
9.31	Minnesota Statutes, section 17.118. The
9.32	commissioner may use up to 4.5 percent
9.33	of this appropriation for costs incurred to
9.34	administer the program.
9.35	\$100,000 the first year and \$100,000 the
9.36	second year are for transfer to the Board of

10.1	Trustees of the Minnesota State Colleges and			
10.2	Universities for mental health counseling			
10.3	support to farm families and business			
10.4	operators through farm business management			
10.5	programs at Central Lakes College and			
10.6	Ridgewater College.			
10.7	\$18,000 the first year and \$18,000 the			
10.8	second year are for grants to the Minnesota			
10.9	Horticultural Society.			
10.10	Notwithstanding Minnesota Statutes,			
10.11	section 18C.131, \$800,000 the first year			
10.12	and \$800,000 the second year are from the			
10.13	agricultural fund for grants for fertilizer			
10.14	research as awarded by the Minnesota			
10.15	Agricultural Fertilizer Research and			
10.16	Education Council under Minnesota Statutes,			
10.17	section 18C.71. No later than February 1,			
10.18	2011, the commissioner shall report to the			
10.19	legislative committees with jurisdiction over			
10.20	agriculture finance. The report must include			
10.21	the progress and outcome of funded projects			
10.22	as well as the sentiment of the council			
10.23	concerning the need for additional research			
10.24	<u>funds.</u>			
10.25	\$60,000 the first year is for grants to four			
10.26	pilot food projects as required under this			
10.27	article.			
10.28	Sec. 4. <b>BOARD OF ANIMAL HEALTH</b>	<u>\$</u>	<u>5,156,000</u> <u>\$</u>	5,156,000
10.29	\$2,531,000 the first year and \$2,531,000			
10.30	the second year are for bovine tuberculosis			
10.31	eradication efforts in cattle herds.			
10.32	\$100,000 the first year and \$100,000 the			
10.33	second year are for a program to control			

11.1	paratuberculosis (Johne's disease) in			
11.2	domestic bovine herds.			
11.3	\$40,000 the first year and \$40,000 the second			
11.4	year are for a program to investigate the			
11.5	avian pneumovirus disease and to identify			
11.6	the infected flocks. This appropriation must			
11.7	be matched on a dollar-for-dollar or in-kind			
11.8	basis with nonstate sources and is in addition			
11.9	to money currently designated for turkey			
11.10	disease research. Costs of blood sample			
11.11	collection, handling, and transportation,			
11.12	in addition to costs associated with early			
11.13	diagnosis tests and the expenses of vaccine			
11.14	research trials, may be credited to the match.			
11.15	\$400,000 the first year and \$400,000 the			
11.16	second year are for the purposes of cervidae			
11.17	inspection as authorized in Minnesota			
11.18	Statutes, section 35.155.			
11.19 11.20	Sec. 5. <u>AGRICULTURAL UTILIZATION</u> <u>RESEARCH INSTITUTE</u>	<u>\$</u>	<u>2,865,000</u> §	2,865,000
11.21	Sec. 6. Minnesota Statutes 2008, section 3.737,	subdivis	ion 1, is amended to	read:
11.22	Subdivision 1. Compensation required. (a			
11.23	subdivision 3, paragraph (e), or any other law, a liv		-	
11.24	by the commissioner of agriculture for livestock th		Î	
11.25	crippled by a gray wolf that it must be destroyed.			
11.26	owner is entitled to the fair market value of the des	stroyed li	vestock as determin	ed by the
11.27	commissioner, upon recommendation of a university	ity extens	sion agent or a conse	ervation
11.28	officer. In any fiscal year, a livestock owner may r		-	
11.29	animal claim that is less than \$100 in value and m	ay be con	mpensated up to \$20	),000,
11.30	as determined under this section. In any fiscal year	ir, the coi	nmissioner may pro	vide
11.31	compensation for claims filed under this section as	nd section	<del>n 3.7371</del> up to <del>a tota</del>	<del>al of</del>
11.32	\$100,000 for both programs combined the amount	expressly	appropriated for th	is purpose.
11.33	(b) Either the agent or the conservation office	er must n	nake a personal insp	ection of
11.34	the site. The agent or the conservation officer must	t take into	account factors in	addition to

a visual identification of a carcass when making a recommendation to the commissioner. The commissioner, upon recommendation of the agent or conservation officer, shall determine whether the livestock was destroyed by a gray wolf and any deficiencies in the owner's adoption of the best management practices developed in subdivision 5. The commissioner may authorize payment of claims only if the agent or the conservation officer has recommended payment. The owner shall file a claim on forms provided by the commissioner and available at the university extension agent's office.

Sec. 7. Minnesota Statutes 2008, section 3.7371, subdivision 3, is amended to read:

Subd. 3. **Compensation.** The crop owner is entitled to the target price or the market price, whichever is greater, of the damaged or destroyed crop plus adjustments for yield loss determined according to agricultural stabilization and conservation service programs for individual farms, adjusted annually, as determined by the commissioner, upon recommendation of the county extension agent for the owner's county. The commissioner, upon recommendation of the agent, shall determine whether the crop damage or destruction is caused by elk and, if so, the amount of the crop that is damaged or destroyed. In any fiscal year, a crop owner may not be compensated for a damaged or destroyed crop that is less than \$100 in value and may be compensated up to \$20,000, as determined under this section, if normal harvest procedures for the area are followed.

Sec. 8. Minnesota Statutes 2008, section 13.643, is amended by adding a subdivision to read:

In any fiscal year, the commissioner may provide compensation for claims filed under

this section and section 3.737 up to a total of \$100,000 for both programs combined the

- Subd. 7. Research, monitoring, or assessment data. (a) Except as provided in paragraph (b), the following data created, collected, and maintained by the Department of Agriculture during research, monitoring, or the assessment of farm practices and related to natural resources, the environment, agricultural facilities, or agricultural practices are classified as private or nonpublic:
- (1) names, addresses, telephone numbers, and e-mail addresses of study participants or cooperators; and
- 12.31 (2) location of research, study site, and global positioning system data.
- 12.32 (b) The following data is public:

amount expressly appropriated for this purpose.

12.33 (1) location data and unique well numbers for wells and springs unless protected
12.34 under section 18B.10 or another statute or rule; and

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(2) data from samp	oles collected from	a public wate	er supply as o	defined in l	Minnesota
Rules, part 4720.5100.		=			

(c) The Department of Agriculture may disclose data collected under paragraph (a) if the Department of Agriculture determines that there is a substantive threat to human health and safety or to the environment, or to aid in the law enforcement process. The Department of Agriculture may also disclose data with written consent of the subject of the data.

Sec. 9. Minnesota Statutes 2008, section 17.03, subdivision 12, is amended to read:

Subd. 12. **Contracts; appropriation.** The commissioner may accept money as part of a contract with any public or private entity to provide statutorily prescribed services by the department. A contract must specify the services to be provided by the department and the amount and method of reimbursement. Money generated in a contractual agreement under this section must be deposited in a special revenue fund and is appropriated to the department for purposes of providing services specified in the contracts. Contracts under this section must be processed in accordance with section 16C.05. The commissioner must report revenues collected and expenditures made under this section to the chairs of the Environment and Natural Resources Finance Committee in the house of representatives and the Environment and Agriculture Budget Division in the senate by January 15 of

Sec. 10. Minnesota Statutes 2008, section 17.115, subdivision 2, is amended to read:

- Subd. 2. **Loan criteria.** (a) The shared savings loan program must provide loans for purchase of new or used machinery and installation of equipment for projects that make environmental improvements <u>or and</u> enhance farm profitability. Eligible loan uses do not include seed, fertilizer, or fuel.
- (b) Loans may not exceed \$25,000 \$40,000 per individual applying for a loan and may not exceed \$100,000 for loans to four or more individuals on joint projects. The loan repayment period may be up to seven years as determined by project cost and energy savings. The interest rate on the loans must not exceed six percent. For loans made from May 1, 2004, to June 30, 2007, the interest rate must not exceed three percent.
  - (c) Loans may only be made to residents of this state engaged in farming.

#### Sec. 11. [17.459] HORSES.

each odd-numbered year.

Subdivision 1. Classification as livestock. Horses and other equines raised for the purposes of riding, driving, farm or ranch work, competition, racing, recreation, sale, or as breeding stock are livestock. Horses may be used for meat, hides, and animal

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14.1	by-products. Horses and their products are livestock and farm products for purposes of
14.2	financial transactions and collateral.
14.3	Subd. 2. Agricultural pursuit. Raising horses and other equines is agricultural
14.4	production and an agricultural pursuit. Horse breeding farms, horse training farms, horse
14.5	boarding farms, or farms combining those purposes, are an intensive agricultural use that
14.6	may be accomplished on limited acreage. These intensive agricultural uses are necessary
14.7	for horses in order to control the feeding, safety, and overall condition of the animals.
14.8	Subd. 3. Nonapplicability for property tax laws. This section does not apply to
14.9	the treatment of land used for raising horses under chapter 273.
14.10	Sec. 12. Minnesota Statutes 2008, section 18.75, is amended to read:
14.11	18.75 PURPOSE.
14.12	It is the policy of the legislature that residents of the state be protected from the
14.13	injurious effects of noxious weeds on public health, the environment, public roads, crops
14.14	livestock, and other property. Sections 18.76 to 18.88 18.91 contain procedures for
14.15	controlling and eradicating noxious weeds on all lands within the state.
14.16	Sec. 13. Minnesota Statutes 2008, section 18.76, is amended to read:
14.17	18.76 CITATION.
14.18	Sections 18.76 to 18.88 18.91 may be cited as the "Minnesota Noxious Weed Law."
14.19	Sec. 14. Minnesota Statutes 2008, section 18.77, subdivision 1, is amended to read:
14.20	Subdivision 1. <b>Scope.</b> The definitions in this section apply to sections 18.76 to
14.21	<del>18.88</del> <u>18.91</u> .
14.22	Sec. 15. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision
14.23	to read:
14.24	Subd. 2a. Certified noxious weed free. "Certified noxious weed free" means that
14.25	the material being certified has been inspected, tested, or processed to devitalize or
14.26	remove the noxious weed propagating parts in order to verify that viable noxious weed
14.27	propagating parts are not present in the material.
14.28	Sec. 16. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision
14.29	to read:
14.30	Subd. 2b. Commissioner. "Commissioner" means the commissioner of agriculture

	Sec. 17. Minnesota Statutes 2008, section 18.77, subdivision 3, is amended to read:
15.2	Subd. 3. <b>Control.</b> "Control" means to destroy <u>all or part of</u> the aboveground growth
15.3	of noxious weeds by a lawful method that prevents the maturation and spread of noxious
15.4	weed propagating parts from one area to another.
15.5	Sec. 18. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision
15.6	to read:
15.7	Subd. 3a. County-designated employee. "County-designated employee" means a
15.8	person designated by a county board to oversee the responsibilities in section 18.81,
15.9	subdivision 1a.
15.10	Sec. 19. Minnesota Statutes 2008, section 18.77, subdivision 5, is amended to read:
15.11	Subd. 5. Growing crop. "Growing crop" means an agricultural, horticultural,
15.12	or forest crop that has been planted or regularly maintained and intended for harvest.
15.13	"Growing crop" does not mean a permanent pasture, hay meadow, woodlot, or other
15.14	noncrop area which contains native or seeded perennial plants used for grazing or hay
15.15	purposes, and which is not harvested on a regular basis.
15.16	Sec. 20. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision
10.10	500. 20. Willingsom Statutes 2000, Section 10.77, is differented by adding a subdivision
15.17	to read:
15.17	to read:
15.17 15.18	to read: <u>Subd. 5a.</u> <u>Inspector.</u> "Inspector" means the commissioner, agent of the
15.17 15.18 15.19	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed
15.17 15.18 15.19	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed
15.17 15.18 15.19 15.20	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed inspector.
15.17 15.18 15.19 15.20	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed inspector.  Sec. 21. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision
15.17 15.18 15.19 15.20 15.21 15.21	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed inspector.  Sec. 21. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision to read:
15.17 15.18 15.19 15.20 15.21 15.22 15.23	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed inspector.  Sec. 21. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision to read:  Subd. 8a. Noxious weed management plan. "Noxious weed management plan"
15.17 15.18 15.19 15.20 15.21 15.22 15.23 15.24	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed inspector.  Sec. 21. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision to read:  Subd. 8a. Noxious weed management plan. "Noxious weed management plan" means controlling or eradicating noxious weeds in the manner designated in a management
15.17 15.18 15.19 15.20 15.21 15.22 15.23 15.24 15.25	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed inspector.  Sec. 21. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision to read:  Subd. 8a. Noxious weed management plan. "Noxious weed management plan" means controlling or eradicating noxious weeds in the manner designated in a management plan developed for the area or site where the infestations are found using specific strategies
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15.17 15.18 15.19 15.20 15.21 15.22 15.23 15.24 15.25 15.26	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed inspector.  Sec. 21. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision to read:  Subd. 8a. Noxious weed management plan. "Noxious weed management plan" means controlling or eradicating noxious weeds in the manner designated in a management plan developed for the area or site where the infestations are found using specific strategies or methods that are to be used singly or in combination to achieve control or eradication.
15.17 15.18 15.19 15.20 15.21 15.22 15.23 15.24 15.25 15.26	Subd. 5a. Inspector. "Inspector" means the commissioner, agent of the commissioner, county agricultural inspector, local weed inspector, or assistant weed inspector.  Sec. 21. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision to read:  Subd. 8a. Noxious weed management plan. "Noxious weed management plan" means controlling or eradicating noxious weeds in the manner designated in a management plan developed for the area or site where the infestations are found using specific strategies or methods that are to be used singly or in combination to achieve control or eradication.  Sec. 22. Minnesota Statutes 2008, section 18.77, is amended by adding a subdivision

16.1	are used according to a specific management plan developed for each management area
16.2	established.
16.3	Sec. 23. Minnesota Statutes 2008, section 18.78, subdivision 1, is amended to read:
16.4	Subdivision 1. <b>Generally.</b> A person owning land, a person occupying land, or a
16.5	person responsible for the maintenance of public land shall control or eradicate all noxious
16.6	weeds on the land at a time and in a manner ordered by the county agricultural inspector
16.7	or a local weed an inspector or county-designated employee.
16.8	Sec. 24. Minnesota Statutes 2008, section 18.78, is amended by adding a subdivision
16.9	to read:
16.10	Subd. 3. Cooperative weed control agreement. The commissioner, municipality,
16.11	or county agricultural inspector or county-designated employee may enter into a
16.12	cooperative weed control agreement with a landowner or weed management area
16.13	group to establish a mutually agreed upon noxious weed management plan for up to
16.14	three years duration, whereby a noxious weed problem will be controlled without
16.15	additional enforcement action. If a property owner fails to comply with the noxious weed
16.16	management plan, an individual notice may be served.
16.17	Sec. 25. Minnesota Statutes 2008, section 18.79, is amended to read:
16.18	18.79 DUTIES OF COMMISSIONER.
16.19	Subdivision 1. Enforcement. The commissioner of agriculture shall administer
16.20	and enforce sections 18.76 to <u>18.88</u> <u>18.91</u> .
16.21	Subd. 2. Authorized agents. County agricultural inspectors may administer and
16.22	enforce sections 18.76 to 18.88 18.91. A county-designated employee may enforce
16.23	sections 18.78, 18.82, 18.83, 18.84, 18.86, and 18.87.
16.24	Subd. 3. <b>Entry upon land.</b> To administer and enforce sections 18.76 to 18.88 18.91,
16.25	county agricultural inspectors and local weed inspectors an inspector or county-designated
16.26	employee may enter upon land without consent of the owner and without being subject
16.27	to an action for trespass or any damages.
16.28	Subd. 4. Rules. The commissioner may adopt necessary rules under chapter 14 for
16.29	the proper enforcement of sections 18.76 to 18.88 18.91.
16.30	Subd. 5. Order for control or eradication of noxious weeds. A county agricultural
16.31	inspector or a local weed An inspector or county-designated employee may order the
16 32	control or eradication of noxious weeds on any land within the state inspector's or

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county-designated employee's jurisdiction.

17.1	Subd. 6. Initial Training for control or eradication of noxious weeds. The
17.2	commissioner shall conduct initial training considered necessary for weed inspectors
17.3	and county-designated employees in the enforcement of the Minnesota Noxious Weed
17.4	Law. The director of the Minnesota Extension Service may conduct educational programs
17.5	for the general public that will aid compliance with the Minnesota Noxious Weed Law.
17.6	Upon request, the commissioner may provide information and other technical assistance
17.7	to the county weed inspector or county-designated employee to aid in the performance of
17.8	responsibilities specified by the county board under section 18.81, subdivision 1.
17.9	Subd. 7. Meetings and reports. The commissioner shall designate by rule the
17.10	reports that are required to be made and the meetings that must be attended by weed
17.11	inspectors.
17.12	Subd. 8. Prescribed forms. The commissioner shall prescribe the forms to be used
17.13	by weed inspectors and county-designated employees in the enforcement of sections
17.14	18.76 to <del>18.88</del> <u>18.91</u> .
17.15	Subd. 9. Injunction. If the county agricultural inspector or county-designated
17.16	employee applies to a court for a temporary or permanent injunction restraining a person
17.17	from violating or continuing to violate sections 18.76 to 18.88 18.91, the injunction may
17.18	be issued without requiring a bond.
17.19	Subd. 10. <b>Prosecution.</b> On finding that a person has violated sections 18.76 to
17.20	18.88 18.91, the county agricultural inspector or county-designated employee may start
17.21	court proceedings in the locality in which the violation occurred. The county attorney
17.22	may prosecute actions under sections 18.76 to 18.88 18.91 within the county attorney's
17.23	jurisdiction.
17.24	Subd. 12. Noxious-weed-free forage and mulch certification agency. The official
17.25	certification agency for noxious-weed-free forage and, mulch shall, soil, gravel, and other
17.26	material must be determined by the commissioner of agriculture in consultation with the
17.27	director of the Minnesota agricultural experiment station. The commissioner may also
17.28	certify forage, mulch, soil, gravel, or other material as noxious weed free.
17.29	Subd. 13. Noxious weed designation. The commissioner, in consultation with the
17.30	Noxious Weed Advisory Committee, shall determine which plants are noxious weeds
17.31	subject to control under sections 18.76 to 18.91. The commissioner shall prepare, publish,
17.32	and revise as necessary, but at least once every three years, a list of noxious weeds
17.33	and their designated classification. The list must be distributed to the public by the
17.34	commissioner who may request the help of the University of Minnesota Extension, the
17.35	county agricultural inspectors, and any other organization the commissioner considers
17.36	appropriate to assist in the distribution. The commissioner may, in consultation with

18.1	the Noxious Weed Advisory Committee, accept and consider noxious weed designation
18.2	petitions from Minnesota citizens or Minnesota organizations or associations.
18.3	Subd. 14. County petition. A county may petition the commissioner to designate
8.4	specific noxious weeds which are a control problem in the county.
18.5	Subd. 15. Noxious weed management. The commissioner, in consultation with the
18.6	Noxious Weed Advisory Committee, shall develop management strategies and criteria
18.7	for each noxious weed category.
18.8	Subd. 16. Gifts; grants; contracts; funds. The commissioner, counties, and
18.9	municipalities may apply for and accept any gift, grant, contract, or other funds or
8.10	grants-in-aid from the federal government or other public and private sources for noxious
8.11	weed control purposes.
18.12	Subd. 17. Noxious weed investigation. The commissioner shall investigate the
18.13	subject of noxious weeds and conduct investigations outside this state to protect the
18.14	interest of the agricultural industry, forests, or the environment of this state from noxious
18.15	weeds not generally growing in Minnesota.
8.16	Subd. 18. Noxious weed education. The commissioner shall disseminate
18.17	information and conduct educational campaigns with respect to control of noxious weeds
8.18	or invasive plants to enhance regulatory compliance and voluntary efforts to eliminate or
8.19	manage these plants. The commissioner shall call and attend meetings and conferences
8.20	dealing with the subject of noxious weeds. The commissioner shall maintain on the
8.21	department's Web site weed management information including but not limited to the roles
8.22	and responsibilities of citizens and government entities under sections 18.76 to 18.91 and
8.23	specific guidance as to whom a person should contact to report a noxious weed issue.
8.24	Subd. 19. State and federal lands. The commissioner shall inform and direct state
8.25	and federal agencies regarding their responsibility to manage and control noxious weeds
8.26	on land that those agencies own, control, or manage.
8.27	Subd. 20. Interagency cooperation. The commissioner shall cooperate with
18.28	agencies of federal, state, and local governments and other persons in carrying out duties
18.29	under sections 18.76 to 18.91.
18.30	Subd. 21. Weed management area. The commissioner, in consultation with the
18.31	Noxious Weed Advisory Committee, may establish a weed management area to include a
18.32	part of one or more counties or all of one or more counties of this state and shall include all
18.33	the land within the boundaries of the area established. Weed management plans developed
18.34	for a weed management area must be reviewed and approved by the commissioner and
18.35	the Noxious Weed Advisory Committee. Weed management areas may seek funding
18.36	under section 18.90.

19.1	Sec. 26. Minnesota Statutes 2008, section 18.80, subdivision 1, is amended to read:
19.2	Subdivision 1. County agricultural inspectors; and county-designated
19.3	<u>employees.</u> The county board shall <u>either appoint at least</u> one <del>or more county agricultural</del>
19.4	inspectors that meet the qualifications prescribed by rule. The appointment must be for
19.5	a period of time which is sufficient to accomplish the duties assigned to this position
19.6	inspector to carry out the duties specified under section 18.81, subdivisions 1a and 1b,
19.7	or a county-designated employee to carry out the duties specified under section 18.81,
19.8	subdivision 1a. A notice of the appointment of either a county agricultural inspector or
19.9	<u>county-designated employee</u> must be delivered to the commissioner within ten 30 days of
19.10	the appointment and it must establish the initial number of hours to be worked annually.
19.11	Sec. 27. Minnesota Statutes 2008, section 18.81, is amended by adding a subdivision
19.12	to read:
19.13	Subd. 1a. Duties; county agricultural inspectors and county-designated
19.14	employees. The county agricultural inspector or county-designated employee shall be
19.15	responsible for:
19.16	(1) the enforcement provisions under sections 18.78, 18.82, 18.83, 18.84, 18.86
19.17	and 18.87; and
19.18	(2) providing a point of contact within the county for noxious weed issues.
19.19	Sec. 28. Minnesota Statutes 2008, section 18.81, is amended by adding a subdivision
19.20	to read:
19.21	Subd. 1b. County agricultural inspectors. In addition to the mandatory duties
19.22	specified in subdivision 1a, the county board must specify the responsibilities of the
19.23	county agricultural inspector in the annual work plan. The responsibilities may include:
19.24	(1) to see that sections 18.76 to 18.91 and rules adopted under those sections are
19.25	carried out within the inspector's jurisdiction;
19.26	(2) to see that sections 21.80 to 21.92 and rules adopted under those sections are
19.27	carried out within the inspector's jurisdiction;
19.28	(3) to see that sections 21.71 to 21.78 and rules adopted under those sections are
19.29	carried out within the inspector's jurisdiction;
19.30	(4) to participate in the control programs for invasive plant species, feed, fertilizer,
19.31	pesticide, and plant and insect pests when requested, in writing, to do so by the
19.32	commissioner;
19.33	(5) to participate in other agricultural programs under the control of the
19.34	commissioner when requested, in writing, by the commissioner to do so;

(6) to administer the distribution of funds allocated b	y the county	board to the cou	ınty
agricultural inspector for noxious weed control and eradic	ation within	the county;	-

- (7) to submit reports and attend meetings that the commissioner requires;
- (8) to publish a general weed notice of the legal duty to control noxious weeds in one or more legal newspapers of general circulation throughout the county; and
  - (9) to be the primary contact in the county for all plant biological control agents.

Sec. 29. Minnesota Statutes 2008, section 18.81, subdivision 3, is amended to read:

Subd. 3. Nonperformance by inspectors; reimbursement for expenses. If local weed inspectors neglect or fail to do their duty as prescribed in this section, the county agricultural inspector shall or county-designated employee, in consultation with the commissioner, may issue a notice to the inspector providing instructions on how and when to do their duty. If, after the time allowed in the notice, the local weed inspector has not complied as directed, the county agricultural inspector or county-designated employee may consult with the commissioner to perform the duty for the local weed inspector. A claim for the expense of doing the local weed inspector's duty is a legal charge against the municipality in which the inspector has jurisdiction. The county agricultural inspector doing or county-designated employee overseeing the work may file an itemized statement of costs with the clerk of the municipality in which the work was performed. The municipality shall immediately issue proper warrants to the county for the work performed. If the municipality fails to issue the warrants, the county auditor may include the amount contained in the itemized statement of costs as part of the next annual tax levy in the municipality and withhold that amount from the municipality in making its next apportionment.

Sec. 30. Minnesota Statutes 2008, section 18.82, subdivision 1, is amended to read:

Subdivision 1. **Permits.** Except as provided in section 21.74, if a person wants to transport along a public highway materials or equipment containing the propagating parts of weeds designated as noxious by the commissioner, the person must secure a written permit for transportation of the material or equipment from a local weed inspector or county agricultural an inspector or county-designated employee. Inspectors or county-designated employees may issue permits to persons residing or operating within their jurisdiction. If the noxious weed propagating parts are removed from materials and equipment or devitalized before being transported, a permit is not needed.

Sec. 31. Minnesota Statutes 2008, section 18.82, subdivision 3, is amended to read:

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Subd. 3. **Duration of permit; revocation.** A permit under subdivision 1 is valid for up to one year after the date it is issued unless otherwise specified by the weed inspector or county-designated employee issuing the permit. The permit may be revoked if a county agricultural inspector or local weed an inspector or county-designated employee determines that the applicant has not complied with this section.

Sec. 32. Minnesota Statutes 2008, section 18.83, is amended to read:

#### 18.83 CONTROL; ERADICATION; NOTICES; EXPENSES.

Subdivision 1. **General weed notice.** A general notice for noxious weed control or eradication must be published on or before May 15 of each year and at other times the commissioner directs. Failure of the county agricultural weed inspector or county-designated employee to publish the general notice does not relieve a person from the necessity of full compliance with sections 18.76 to 18.88 18.91 and related rules. The published notice is legal and sufficient notice when an individual notice cannot be served.

Subd. 2. **Individual notice.** A weed An inspector may find it necessary to secure more prompt or definite control or eradication of noxious weeds than is accomplished by the published general notice. In these special or individual instances, involving one or a limited number of persons, the weed inspector or county-designated employee having jurisdiction shall serve individual notices in writing upon the person who owns the land and the person who occupies the land, or the person responsible for or charged with the maintenance of public land, giving specific instructions on when and how named noxious weeds are to be controlled or eradicated. Individual notices provided for in this section must be served in the same manner as a summons in a civil action in the district court or by certified mail. Service on a person living temporarily or permanently outside of the weed inspector's or county-designated employee's jurisdiction may be made by sending the notice by certified mail to the last known address of the person, to be ascertained, if necessary, from the last tax list in the county treasurer's office.

Subd. 3. **Appeal of individual notice; appeal committee.** (1) A recipient of an individual notice may appeal, in writing, the order for control or eradication of noxious weeds. This appeal must be filed with a member of the appeal committee in the county where the land is located within two working days of the time the notice is received. The committee must inspect the land specified in the notice and report back to the recipient and the inspector <u>or county-designated employee</u> who issued the notice within five working days, either agreeing, disagreeing, or revising the order. The decision may be appealed in district court. If the committee agrees or revises the order, the control or eradication specified in the order, as approved or revised by the committee, may be carried out.

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- (2) The county board of commissioners shall appoint members of the appeal committee. The membership must include a county commissioner or municipal official and a landowner residing in the county. The expenses of the members may be reimbursed by the county upon submission of an itemized statement to the county auditor. At its option, the county board of commissioners, by resolution, may delegate the duties of the appeal committee to its board of adjustment established pursuant to section 394.27. When carrying out the duties of the appeal committee, the zoning board of adjustment shall comply with all of the procedural requirements of this section.
- Subd. 4. **Control or eradication by inspector <u>or county-designated employee</u>. If a person does not comply with an individual notice served on the person or an individual notice cannot be served, the <u>weed</u> inspector <u>or county-designated employee</u> having jurisdiction shall have the noxious weeds controlled or eradicated within the time and in the manner the <u>weed</u> inspector or county-designated employee designates.**
- Subd. 5. Control or eradication by inspector or county-designated employee in growing crop. A weed An inspector or county-designated employee may consider it necessary to control or eradicate noxious weeds along with all or a part of a growing crop to prevent the maturation and spread of noxious weeds within the inspector's or county-designated employee's jurisdiction. If this situation exists, the weed inspector or county-designated employee may have the noxious weeds controlled or eradicated together with the crop after the appeal committee has reviewed the matter as outlined in subdivision 3 and reported back agreement with the order.
- Subd. 6. **Authorization for person hired to enter upon land.** The weed inspector or county-designated employee may hire a person to control or eradicate noxious weeds if the person who owns the land, the person who occupies the land, or the person responsible for the maintenance of public land has failed to comply with an individual notice or with the published general notice when an individual notice cannot be served. The person hired must have authorization, in writing, from the weed inspector or county-designated employee to enter upon the land.
- Subd. 7. **Expenses; reimbursements.** A claim for the expense of controlling or eradicating noxious weeds, which may include the costs of serving notices, is a legal charge against the county in which the land is located. The officers having the work done must file with the county auditor a verified and itemized statement of cost for all services rendered on each separate tract or lot of land. The county auditor shall immediately issue proper warrants to the persons named on the statement as having rendered services. To reimburse the county for its expenditure in this regard, the county auditor shall certify the total amount due and, unless an appeal is made in accordance with section 18.84,

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enter it on the tax roll as a tax upon the land and it must be collected as other real estate taxes are collected.

If public land is involved, the amount due must be paid from funds provided for maintenance of the land or from the general revenue or operating fund of the agency responsible for the land. Each claim for control or eradication of noxious weeds on public lands must first be approved by the commissioner of agriculture.

Sec. 33. Minnesota Statutes 2008, section 18.84, subdivision 1, is amended to read:

Subdivision 1. **Counties and municipalities.** Counties and municipalities are

not liable for damages from the noxious weed control program for actions conducted in accordance with sections 18.76 to 18.88 18.91.

Sec. 34. Minnesota Statutes 2008, section 18.84, subdivision 2, is amended to read:

Subd. 2. **Appeal of charges to county board.** A person who is ordered to control noxious weeds under sections 18.76 to 18.88 18.91 and is charged for noxious weed control may appeal the cost of noxious weed control to the county board of the county where the noxious weed control measures were undertaken within 30 days after being charged. The county board shall determine the amount and approve the charge and filing of a lien against the property if it determines that the owner, or occupant if other than the owner, responsible for controlling noxious weeds did not comply with the order of the inspector or county-designated employee.

Sec. 35. Minnesota Statutes 2008, section 18.84, subdivision 3, is amended to read:

Subd. 3. Court Appeal of costs to district court; petition. (a) A landowner who has appealed person who is ordered to control noxious weeds under sections 18.76 to 18.91 and is charged for the cost of noxious weed control measures under subdivision 2 may petition for judicial review of the charges. The petition must be filed within 30 days after the conclusion of the hearing before the county board being charged. The petition must be filed with the court administrator in the county in which the land where the noxious weed control measures were undertaken is located, together with proof of service of a copy of the petition on the county auditor. No responsive pleadings may be required of the county, and no court fees may be charged for the appearance of the county in this matter.

(b) The petition must be captioned in the name of the person making the petition as petitioner and respective county as respondents. The petition must include the petitioner's name, the legal description of the land involved, a copy of the notice to control noxious weeds, and the date or dates on which appealed control measures were undertaken.

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(c) The petition must state with specificity the grounds upon which the petitioner

24.2	seeks to avoid the imposition of a lien for the cost of noxious weed control measures.
24.3	Sec. 36. Minnesota Statutes 2008, section 18.86, is amended to read:
24.4	18.86 UNLAWFUL ACTS.
24.5	No person may:
24.6	(1) hinder or obstruct in any way the county agricultural inspectors or local weed
24.7	inspectors an inspector or county-designated employee in the performance of their duties
24.8	as provided in under sections 18.76 to 18.88 18.91 or related rules;
24.9	(2) neglect, fail, or refuse to comply with section 18.82 or related rules in the
24.10	transportation and use of material or equipment infested with noxious weed propagating
24.11	parts;
24.12	(3) sell material containing noxious weed propagating parts to a person who does
24.13	not have a permit to transport that material or to a person who does not have a screenings
24.14	permit issued in accordance with section 21.74; or
24.15	(4) neglect, fail, or refuse to comply with a general notice or an individual notice to
24.16	control or eradicate noxious weeds.
24.17	Sec. 37. Minnesota Statutes 2008, section 18.87, is amended to read:
24.18	18.87 PENALTY.
24.19	A violation of section 18.86 or a rule adopted under that section is a misdemeanor.
24.20	County agricultural inspectors, local weed Inspectors, or county-designated employees, or
24.21	their appointed assistants are not subject to the penalties of this section for failure, neglect,
24.22	or refusal to perform duties imposed on them by sections 18.76 to 18.88 18.91.
24.23	Sec. 38. Minnesota Statutes 2008, section 18.88, is amended to read:
24.24	18.88 NOXIOUS WEED PROGRAM FUNDING.
24.25	Subdivision 1. County. The county board shall pay, from the general revenue or
24.26	other fund for the county, the expenses for the county agricultural inspector position or
24.27	county-designated employee, for noxious weed control or eradication on all land owned
24.28	by the county or on land that for which the county is responsible for the its maintenance
24.29	of, and for the expenses of the appeal committee, and for necessary expenses as required
24.30	for quarantines within the county. Use of funding from grants and other sources for the
24.31	administration and enforcement of the Minnesota Noxious Weed Law must be approved
24.32	by the county board.

25.1	Subd. 2. Municipality. The municipality shall pay, from the general revenue or
25.2	other fund for the municipality, the necessary expenses of the local weed inspector in the
25.3	performance of duties required for quarantines within the municipality, and for noxious
25.4	weed control or eradication on land owned by the municipality or on land for which the
25.5	municipality is responsible for its maintenance. Use of funding from grants and other
25.6	sources for the administration and enforcement of the Minnesota Noxious Weed Law must
25.7	be approved by the town board or city mayor.
25.8	Subd. 3. Funding. Funding in the form of grants or cost sharing may be provided to
25.9	the counties for the performance of their activities under section 18.81, subdivision 1.
25.10	Sec. 39. [18.89] NOXIOUS WEED AND INVASIVE PLANT SPECIES
25.11	ASSISTANCE FUND.
25.12	The noxious weed and invasive plant species assistance fund is created in the state
25.13	treasury. The fund may be used to carry out the purposes of section 18.90. Any money
25.14	appropriated to the fund and any money received by the fund as gifts or grants or other
25.15	private or public funds obtained for the purposes in section 18.91 must be credited to the
25.16	fund. The money in the account is continuously appropriated to the commissioner to
25.17	implement section 18.90.
25.18	Sec. 40. [18.90] GRANT PROGRAM.
25.19	(a) From funds available in the noxious weed and invasive plant species assistance
25.20	fund established in section 18.89, the commissioner shall administer a grant program
25.21	to assist counties and municipalities and other weed management entities in the cost
25.22	of implementing and maintaining noxious weed control programs and in addressing
25.23	special weed control problems. The commissioner shall receive applications by counties,
25.24	municipalities, weed management areas, and weed management entities for assistance
25.25	under this section and, in consultation with the Noxious Weed Advisory Committee,
25.26	award grants for any of the following eligible purposes:
25.27	(1) to conduct applied research to solve locally significant weed management
25.28	<u>problems;</u>
25.29	(2) to demonstrate innovative control methods or land management practices which
25.30	have the potential to reduce landowner costs to control noxious weeds or improve the
25.31	effectiveness of noxious weed control;
25.32	(3) to encourage the ongoing support of weed management areas;
25.33	(4) to respond to introductions or infestations of invasive plants that threaten or
25.34	potentially threaten the productivity of cropland and rangeland over a wide area;

(5) to respond to introductions or infestations of invasive plant species that thr	<u>eaten</u>
or potentially threaten the productivity of biodiversity of wildlife and fishery habitat	s on
public and private lands;	
(6) to respond to special weed control problems involving weeds not included	in the
list of noxious weeds published and distributed by the commissioner;	
(7) to conduct monitoring or surveillance activities to detect, map, or determine	<u>1e</u>
the distribution of invasive plant species and to determine susceptible locations for the	<u>the</u>
introduction or spread of invasive plant species; and	
(8) to conduct educational activities.	
(b) The commissioner shall select and prioritize applications for assistance und	<u>der</u>
this section based on the following considerations:	
(1) the seriousness of the noxious weed or invasive plant problem or potential	<u> </u>
problem addressed by the project;	
(2) the ability of the project to provide timely intervention to save current and	future
costs of control and eradication;	
(3) the likelihood that the project will prevent or resolve the problem or increase	<u>ise</u>
knowledge about resolving similar problems in the future;	
(4) the extent to which the project will leverage federal funds and other nonsta	ate_
<u>funds;</u>	
(5) the extent to which the applicant has made progress in addressing noxious	weed
or invasive plant problems;	
(6) the extent to which the project will provide a comprehensive approach to t	<u>he</u>
control or eradication of noxious weeds;	
(7) the extent to which the project will reduce the total population or area of	
infestation of a noxious weed;	
(8) the extent to which the project uses the principles of integrated vegetation	
management and sound science; and	
(9) other factors that the commissioner determines to be relevant.	
(c) Nothing in this section may be construed to relieve a person of the duty or	<u> </u>
responsibility to control the spread of noxious weeds on lands owned and controlled	<u>d</u>
by the person.	
Sec. 41. [18.91] ADVISORY COMMITTEE; MEMBERSHIP.	
Subdivision 1. Duties. The commissioner shall consult with the Noxious Wee	<u>ed</u>
Advisory Committee to advise the commissioner concerning responsibilities under	

27.1	invasiveness, difficulty of control, cost of control, benefits, and amount of injury caused
27.2	by them. For each species evaluated, the committee shall recommend to the commissioner
27.3	on which noxious weed list or lists, if any, the species should be placed. Species currently
27.4	designated as prohibited or restricted noxious weeds must be reevaluated every three years
27.5	for a recommendation on whether or not they need to remain on the noxious weed lists.
27.6	Members of the committee are not entitled to reimbursement of expenses nor payment
27.7	of per diem. Members shall serve two-year terms with subsequent reappointment by
27.8	the commissioner.
27.9	Subd. 2. Membership. The commissioner shall appoint members, which shall
27.10	include representatives from the following:
27.11	(1) horticultural science, agronomy, and forestry at the University of Minnesota;
27.12	(2) the nursery and landscape industry in Minnesota;
27.13	(3) the seed industry in Minnesota;
27.14	(4) the Department of Agriculture;
27.15	(5) the Department of Natural Resources;
27.16	(6) a conservation organization;
27.17	(7) an environmental organization;
27.18	(8) at least two farm organizations;
27.19	(9) the county agricultural inspectors;
27.20	(10) city, township, and county governments;
27.21	(11) the Department of Transportation;
27.22	(12) the University of Minnesota Extension;
27.23	(13) the timber and forestry industry in Minnesota;
27.24	(14) the Board of Water and Soil Resources; and
27.25	(15) soil and water conservation districts.
27.26	Subd. 3. Additional duties. The committee shall conduct evaluations of terrestrial
27.27	plant species to recommend if they need to be designated as noxious weeds and into which
27.28	noxious weed classification they should be designated, advise the commissioner on the
27.29	implementation of the Minnesota Noxious Weed Law, and assist the commissioner in the
27.30	development of management criteria for each noxious weed category.
27.31	Subd. 4. Organization. The committee shall select a chair from its membership.
27.32	Meetings of the committee may be called by or at the direction of the commissioner or
27.33	upon direction of the chair.
27.34	Subd. 5. Expiration. Notwithstanding section 15.059, subdivision 5, the committee
27.35	<u>expires June 30, 2013.</u>

28.1	Sec. 42. Minnesota Statutes 2008, section 18B.01, is amended by adding a subdivision
28.2	to read:
28.3	Subd. 1a. Agricultural pesticide. "Agricultural pesticide" means a pesticide that
28.4	bears labeling that meets federal worker protection agricultural use requirements as
28.5	provided by Code of Federal Regulations, title 40, parts 156 and 170 (2008).
28.6	Sec. 43. Minnesota Statutes 2008, section 18B.01, is amended by adding a subdivision
28.7	to read:
28.8	Subd. 1b. Agricultural pesticide dealer. "Agricultural pesticide dealer" means a
28.9	person who distributes an agricultural pesticide in the state or into the state to an end user
28.10	This action would commonly be described as a retail sale.
28.11	Sec. 44. Minnesota Statutes 2008, section 18B.01, subdivision 8, is amended to read:
28.12	Subd. 8. <b>Distribute.</b> "Distribute" means offer for sale, sell, barter, ship, deliver for
28.13	shipment, receive and deliver, and offer to deliver pesticides in this state or into this state.
20.13	simplifient, receive and deriver, and offer to deriver pesticides in this state of into this state.
28.14	Sec. 45. Minnesota Statutes 2008, section 18B.01, is amended by adding a subdivision
28.15	to read:
28.16	Subd. 14b. Nonagricultural pesticide. "Nonagricultural pesticide" means a
28.17	pesticide that does not bear labeling that meets federal worker protection agricultural use
28.18	requirements as provided by Code of Federal Regulation, title 40, parts 156 and 170
28.19	<u>(2008).</u>
28.20	Sec. 46. Minnesota Statutes 2008, section 18B.065, subdivision 1, is amended to read:
28.21	Subdivision 1. Collection and disposal. The commissioner of agriculture shall
28.22	establish and operate a program to collect and dispose of waste pesticides. The program
28.23	must be made available to agricultural and residential nonagricultural pesticide end users
28.24	whose waste generating activity occurs in this state. Waste pesticide generated in another
28.25	state is not eligible for collection under this section.
28.26	Sec. 47. Minnesota Statutes 2008, section 18B.065, subdivision 2, is amended to read:
28.27	Subd. 2. <b>Implementation.</b> (a) The commissioner may obtain a United States
28.28	Environmental Protection Agency hazardous waste identification number to manage the
28.29	waste pesticides collected.
<b>∠∪.</b> ∠೨	madic positional contention.

- (b) The commissioner may not limit the type and quantity of waste pesticides accepted for collection and may not assess pesticide end users for portions of the costs incurred.
- Sec. 48. Minnesota Statutes 2008, section 18B.065, subdivision 2a, is amended to read:
- Subd. 2a. **Disposal site requirement.** (a) For agricultural waste pesticides, the commissioner must designate a place in each county of the state that is available at least every <u>other</u> year for persons to dispose of unused portions of agricultural pesticides. The commissioner shall consult with the person responsible for solid waste management and disposal in each county to determine an appropriate location and to advertise each collection event. <u>The commissioner may provide a collection opportunity in a county</u> more frequently if the commissioner determines that a collection is warranted.
- (b) For residential waste pesticides, the commissioner must provide <u>periodie a</u> disposal <del>opportunities</del> opportunity each year in each county.
- (c) As provided under subdivision 7, the commissioner may enter into cooperative agreements with county or regional solid waste management entities local units of government to provide these the collections required under paragraph (a) or (b) and shall provide these entities a local unit of government, as part of the cooperative agreement, with funding for reasonable costs incurred including, but not limited to, related supplies, transportation, advertising, and disposal costs as well as reasonable overhead costs.
- (c) (d) A person who collects waste pesticide under paragraph (a) or (b) this section shall, on a form provided or in a method approved by the commissioner, record information on each waste pesticide product collected including, but not limited to, the quantity collected and either the product name, and its active ingredient or ingredients, quantity, and or the United States Environmental Protection Agency registration number, on a form provided by the commissioner. The person must submit this information to the commissioner at least annually by January 30.
  - Sec. 49. Minnesota Statutes 2008, section 18B.065, subdivision 3, is amended to read:
- Subd. 3. **Information and**; **education**; **report.** (a) The commissioner shall provide informational and educational materials regarding waste pesticides and the proper management of waste pesticides to the public.
- (b) No later than March 15 each year, the commissioner must report the following to the legislative committees with jurisdiction over agriculture finance:
- 29.33 (1) each instance of a refusal to collect waste pesticide or the assessment of a fee to a
  29.34 pesticide end user as authorized in subdivision 2, paragraph (b); and

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30.1	(2) waste pesticide collection information including a discussion of the type and
30.2	quantity of waste pesticide collected by the commissioner and any entity collecting waste
30.3	pesticide under subdivision 7 during the previous calendar year, a summary of waste
30.4	pesticide collection trends, and any corresponding program recommendations.
30.5	Sec. 50. Minnesota Statutes 2008, section 18B.065, subdivision 7, is amended to read:
30.6	Subd. 7. Cooperative agreements. (a) The commissioner may enter into
30.7	cooperative agreements with state agencies and local units of government for
30.8	administration of the waste pesticide collection program. The commissioner shall ensure
30.9	that the program is carried out in all counties. If the commissioner cannot contract with
30.10	another party to administer the program in a county, the commissioner shall perform
30.11	collections according to the provisions of this section.
30.12	(b) The commissioner, according to the terms of a cooperative agreement between
30.13	the commissioner and a local unit of government, may establish limits for unusual types
30.14	or excessive quantities of waste pesticide offered by pesticide end users to the local unit
30.15	of government.
30.16	Sec. 51. Minnesota Statutes 2008, section 18B.065, is amended by adding a
30.17	subdivision to read:
30.18	Subd. 8. Waste pesticide program surcharge. The commissioner shall annually
30.19	collect a waste pesticide program surcharge of \$50 on each pesticide product registered
30.20	in the state as part of a pesticide product registration application under section 18B.26,
30.21	subdivision 3.
30.22	Sec. 52. Minnesota Statutes 2008, section 18B.065, is amended by adding a
30.23	subdivision to read:
30.24	Subd. 9. Waste pesticide cooperative agreement account. (a) A waste pesticide
30.25	cooperative agreement account is created in the agricultural fund. Notwithstanding section
30.26	18B.05, the proceeds of surcharges imposed under subdivision 8 must be deposited in the
30.27	agricultural fund and credited to the waste pesticide cooperative agreement account.
30.28	(b) Money in the waste pesticide cooperative agreement account, including interest,
30.29	is appropriated to the commissioner and may only be used for costs incurred under a
30.30	cooperative agreement pursuant to this section.
30.31	(c) Notwithstanding paragraph (b), if the amount available in the waste pesticide
30.32	cooperative agreement account in any fiscal year exceeds the amount obligated to local

units of government under subdivision 7, the excess is appropriated to the commissioner to perform waste pesticide collections under this section.

- Sec. 53. Minnesota Statutes 2008, section 18B.26, subdivision 1, is amended to read:
  - Subdivision 1. **Requirement.** (a) Except as provided in paragraphs (b) to (d), a person may not use or distribute a pesticide in this state unless it is registered with the commissioner. Pesticide registrations expire on December 31 of each year and may be renewed on or before that date for the following calendar year.
  - (b) Registration is not required if a pesticide is shipped from one plant or warehouse to another plant or warehouse operated by the same person and used solely at the plant or warehouse as an ingredient in the formulation of a pesticide that is registered under this chapter.
  - (c) An unregistered pesticide that was previously registered with the commissioner may be used for a period of two years following the cancellation of the registration of the pesticide, unless the commissioner determines that the continued use of the pesticide would cause unreasonable adverse effects on the environment, or with the written permission of the commissioner. To use the unregistered pesticide at any time after the two-year period, the pesticide end user must demonstrate to the satisfaction of the commissioner, if requested, that the pesticide has been continuously registered under a different brand name or by a different manufacturer and has similar composition, or, the pesticide end user obtains the written permission of the commissioner.
  - (d) The commissioner may allow specific pesticide products that are not registered with the commissioner to be distributed in this state for use in another state.
  - (e) Each pesticide with a unique United States Environmental Protection Agency pesticide registration number or a unique brand name must be registered with the commissioner.
  - (f) It is unlawful for a person to distribute or use a pesticide in the state, or to sell into the state for use in the state, any pesticide product that has not been registered by the commissioner and for which the applicable pesticide registration application fee, gross sales fee, or waste pesticide program surcharge is not paid pursuant to subdivisions 3 and 4.
  - (g) Every person who sells for use in the state a pesticide product that has been registered by the commissioner shall pay to the commissioner the applicable registration application fees, sales fees, and waste pesticide program surcharges. These sales expressly include all sales made electronically, telephonically, or by any other means that result in a pesticide product being shipped to or used in the state. There is a rebuttable presumption

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that pesticide products that are sold or distributed in or into the state by any person are sold or distributed for use in the state.

Sec. 54. Minnesota Statutes 2008, section 18B.26, subdivision 3, is amended to read:

Subd. 3. Registration application and gross sales fee. (a) For an agricultural pesticide, a registrant shall pay an annual registration application fee for each agricultural pesticide to be registered, and this fee is set at 0.4 percent of annual gross sales within the state and annual gross sales of pesticides used in the state, with a minimum nonrefundable fee of \$250 \$350. The fee is due by December 31 preceding the year for which the application for registration is made. The fee is nonrefundable.

The registrant shall determine when and which pesticides are sold or used in this state. (b) For a nonagricultural pesticide, a registrant shall pay a minimum annual registration application fee for each nonagricultural pesticide of \$350. The fee is due by December 31 preceding the year for which the application for registration is made. The fee is nonrefundable. The registrant of a nonagricultural pesticide shall additionally pay a fee of 0.5 percent of annual gross sales of the nonagricultural pesticide in the state and the annual gross sales of the nonagricultural pesticide sold into the state for use in this state. The commissioner may not assess a fee under this paragraph if the amount due based on percent of annual gross sales is less than \$10. The registrant shall secure sufficient sales information of <u>nonagricultural</u> pesticides distributed into this state from distributors and dealers, regardless of distributor location, to make a determination. Sales of nonagricultural pesticides in this state and sales of nonagricultural pesticides for use in this state by out-of-state distributors are not exempt and must be included in the registrant's annual report, as required under paragraph (e) (g), and fees shall be paid by the registrant based upon those reported sales. Sales of <u>nonagricultural</u> pesticides in the state for use outside of the state are exempt from the application gross sales fee in this paragraph if the registrant properly documents the sale location and distributors. A registrant paying more than the minimum fee shall pay the balance due by March 1 based on the gross sales of the nonagricultural pesticide by the registrant for the preceding calendar year. The fee for disinfectants and sanitizers shall be the minimum. The minimum fee is due by December 31 preceding the year for which the application for registration is made. In each fiscal year, the commissioner shall allocate from the pesticide regulatory account a sum sufficient to collect and dispose of waste pesticides under section 18B.065. However, notwithstanding section 18B.065, if the commissioner determines that the balance in the pesticide regulatory account at the end of the fiscal year will be less than \$500,000, the commissioner may suspend waste pesticide collections or provide partial payment to a

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person for waste pesticide collection. The commissioner must notify as soon as possible
and no later than August 1 a person under contract to collect waste pesticides of an
anticipated suspension or payment reduction. A pesticide determined by the commissioner
to be a sanitizer or disinfectant is exempt from the gross sales fee.

- (c) For agricultural pesticides, a licensed agricultural pesticide dealer shall pay a gross sales fee of 0.55 percent of annual gross sales of the agricultural pesticide in the state and the annual gross sales of the agricultural pesticide sold into the state for use in this state.
- (d) In those cases where a registrant first sells an agricultural pesticide in or into the state to a pesticide end user, the registrant must first obtain an agricultural pesticide dealer license and is responsible for payment of the annual gross sales fee under paragraph (c), record keeping under paragraph (i), and all other requirements of section 18B.316.
- (e) If the total annual revenue from fees collected by the commissioner on the registration and sale of pesticides is less than \$6,600,000 for revenue collected in fiscal year 2011, 2012, or 2013, the commissioner may increase pesticide sales and product registration fees by the amount necessary to ensure this level of revenue is achieved.
- (b) (f) An additional fee of \$100 50 percent of the registration application fee must be paid by the applicant for each pesticide to be registered if the application is a renewal application that is submitted after December 31.
- (e) (g) A registrant must annually report to the commissioner the amount and, type and annual gross sales of each registered nonagricultural pesticide sold, offered for sale, or otherwise distributed in the state. The report shall be filed by March 1 for the previous year's registration. The commissioner shall specify the form of the report or approve the method for submittal of the report and may require additional information deemed necessary to determine the amount and type of pesticides nonagricultural pesticide annually distributed in the state. The information required shall include the brand name, United States Environmental Protection Agency registration number and amount, and formulation of each nonagricultural pesticide sold, offered for sale, or otherwise distributed in the state, but the information collected, if made public, shall be reported in a manner which does not identify a specific brand name in the report.
- (h) A licensed agricultural pesticide dealer must annually report to the commissioner the amount, type, and annual gross sales of each registered agricultural pesticide sold, offered for sale, or otherwise distributed in the state or into the state for use in the state.

  The report must be filed by January 31 for the previous year's sales. The commissioner shall specify the form, contents, and approved electronic method for submittal of the report and may require additional information deemed necessary to determine the amount

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34.1	and type of agricultural pesticide annually distributed within the state or into the state.
34.2	The information required must include the brand name, United States Environmental
34.3	Protection Agency registration number, and amount of each agricultural pesticide sold,
34.4	offered for sale, or otherwise distributed in the state or into the state.
34.5	(i) A person who registers a pesticide with the commissioner under paragraph (b),
34.6	or a registrant under paragraph (d), shall keep accurate records for five years detailing
34.7	all distribution or sales transactions into the state or in the state and subject to a fee and
34.8	surcharge under this section.
34.9	(j) The records are subject to inspection, copying, and audit by the commissioner
34.10	and must clearly demonstrate proof of payment of all applicable fees and surcharges
34.11	for each registered pesticide product sold for use in this state. A person who is located
34.12	outside of this state must maintain and make available records required by this subdivision
34.13	in this state or pay all costs incurred by the commissioner in the inspecting, copying, or
34.14	auditing of the records.
34.15	(k) The commissioner may adopt by rule regulations that require persons subject
34.16	to audit under this section to provide information determined by the commissioner to be
34.17	necessary to enable the commissioner to perform the audit.
34.18	(d) (l) A registrant who is required to pay more than the minimum fee for any
34.19	pesticide under paragraph (a) (b) must pay a late fee penalty of \$100 for each pesticide
34.20	application fee paid after March 1 in the year for which the license is to be issued.
34.21	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2009. However:
34.22	(1) the provisions of Minnesota Statutes 2008, section 18B.26, subdivision 3, remain
34.23	in effect until December 31, 2010, for the registrants of pesticide products sold within the
34.24	state or used in the state during calendar year 2009; and
34.25	(2) the commissioner of agriculture may not implement paragraph (c), (d), (e), (f),
34.26	(g), (h), (i), (j), (k), or (l) until January 1, 2010.
24.27	See 55 Minnesote Statutes 2009 section 19D 21 subdivision 2 is amended to read:
34.27	Sec. 55. Minnesota Statutes 2008, section 18B.31, subdivision 3, is amended to read:  Subd. 3. <b>License.</b> A pesticide dealer license:
34.28	(1) is issued by the commissioner upon receipt and review of a complete initial or
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34.30	renewal application;  (2) is valid for one year and expires on Passember January 21 of each year unless it.
34.31	(2) is valid for one year and expires on December January 31 of each year unless it
34.32	is suspended or revoked before that date;  (2) (3) is not transforable to another location; and
34.33	(2) (4) must be prominently displayed to the public in the posticide dealer's place of
34.34	(3) (4) must be prominently displayed to the public in the pesticide dealer's place of
34.35	business.

35.1	Sec. 56. Minnesota Statutes 2008, section 18B.31, subdivision 4, is amended to read:
35.2	Subd. 4. Application. (a) A person must apply to the commissioner for a pesticide
35.3	dealer license on the forms and in the manner required by the commissioner.
35.4	(b) The commissioner may require an additional demonstration of dealer
35.5	qualification if the dealer has had a license suspended or revoked, or has otherwise had a
35.6	history of violations of this chapter.
35.7	(c) An application for renewal of a pesticide dealer license is not complete until the
35.8	commissioner receives the report and applicable fees required under section 18B.316,
35.9	subdivision 8.
35.10	<b>EFFECTIVE DATE.</b> This section is effective January 1, 2010.
35.11	Sec. 57. [18B.316] AGRICULTURAL PESTICIDE DEALER LICENSE AND
35.12	REPORTING.
35.13	Subdivision 1. Requirement. (a) A person must not distribute or sell an agricultural
35.14	pesticide in the state or into the state without first obtaining an agricultural pesticide
35.15	dealer license.
35.16	(b) Each location or place of business from which an agricultural pesticide is
35.17	distributed or sold in the state or into the state is required to have a separate agricultural
35.18	pesticide dealer license.
35.19	(c) A person who is a licensed pesticide dealer under section 18B.31 is not required
35.20	to also be licensed under this subdivision.
35.21	Subd. 2. Exemption. A person who is a pesticide registrant under provisions of this
35.22	chapter is exempt from the requirement of subdivision 1, except in those cases where a
35.23	registrant first sells an agricultural pesticide in or into the state to a pesticide end user, the
35.24	registrant must first obtain an agricultural pesticide dealer license.
35.25	Subd. 3. Resident agent. (a) A person required to be licensed under subdivisions
35.26	1 and 2, or a person licensed as a pesticide dealer pursuant to section 18B.31 and who
35.27	operates from a location or place of business outside the state and who distributes or
35.28	sells an agricultural pesticide into the state, must continuously maintain in this state the
35.29	following:
35.30	(1) a registered office; and
35.31	(2) a registered agent, who may be either a resident of this state whose business
35.32	office or residence is identical with the registered office under clause (1), a domestic
35.33	corporation or limited liability company, or a foreign corporation of limited liability
35.34	company authorized to transact business in this state and having a business office identical
35.35	with the registered office.

36.1	A person licensed under this section or section 18B.31 shall annually file with the
36.2	commissioner, either at the time of initial licensing or as part of license renewal, the name,
36.3	address, telephone number, and e-mail address of the licensee's registered agent.
36.4	For licensees under section 18B.31 who are located in the state, the licensee is
36.5	the registered agent.
36.6	Subd. 4. Responsibility. The resident agent is responsible for the acts of a licensed
36.7	agricultural pesticide dealer, or of a licensed pesticide dealer under section 18B.31 who
36.8	operates from a location or place of business outside the state and who distributes or
36.9	sells an agricultural pesticide into the state, as well as the acts of the employees of those
36.10	licensees.
36.11	Subd. 5. Records. A person licensed as an agricultural pesticide dealer, or a person
36.12	licensed as a pesticide dealer pursuant to section 18B.31, must maintain for five years at the
36.13	person's principal place of business accurate records of purchases, sales, and distributions
36.14	of agricultural pesticides in and into this state, including those of its branch locations. The
36.15	records shall be made available for audit under provisions of this chapter and chapter 18D.
36.16	Subd. 6. Agricultural pesticide sales invoices. Sales invoices for agricultural
36.17	pesticides sold in or into this state by a licensed agricultural pesticide dealer or a pesticide
36.18	dealer under this section must show the percent of gross sales fee rate assessed and the
36.19	gross sales fee paid under section 18B.26, subdivision 3, paragraph (c). Only the person
36.20	who actually will pay the gross sales fee may show the rate or the amount of the fee as
36.21	a line item on the sales invoice.
36.22	Subd. 7. License. An agricultural pesticide dealer license:
36.23	(1) is issued by the commissioner upon receipt and review of a complete initial or
36.24	renewal application;
36.25	(2) is valid for one year and expires on January 31 of each year;
36.26	(3) is not transferable from one location or place of business to another location
36.27	or place of business; and
36.28	(4) must be prominently displayed to the public in the agricultural pesticide dealer's
36.29	place of business and in the registered office of the resident agent.
36.30	Subd. 8. Report of sales and payment to the commissioner. A person who is an
36.31	agricultural pesticide dealer, or is a licensed pesticide dealer under section 18B.31, who
36.32	distributes or sells an agricultural pesticide in or into the state, and a pesticide registrant
36.33	pursuant to section 18B.26, subdivision 3, paragraph (d), shall no later than January 31 of
36.34	each year report and pay applicable fees on annual gross sales of agricultural pesticides
36.35	to the commissioner pursuant to requirements under section 18B.26, subdivision 3,
36.36	paragraphs (c) and (h).

37.1	Subd. 9. Application. (a) A person must apply to the commissioner for an
37.2	agricultural pesticide dealer license on forms and in a manner approved by the
37.3	commissioner.
37.4	(b) The applicant must be the person in charge of each location or place of business
37.5	from which agricultural pesticides are distributed or sold in or into the state.
37.6	(c) The commissioner may require that the applicant provide information regarding
37.7	the applicant's proposed operations and other information considered pertinent by the
37.8	commissioner.
37.9	(d) The commissioner may require additional demonstration of licensee qualification
37.10	if the licensee has had a license suspended or revoked, or has otherwise had a history of
37.11	violations in another state or violations of this chapter.
37.12	(e) A licensed agricultural pesticide dealer who changes the dealer's address or place
37.13	of business must immediately notify the commissioner of the change.
37.14	(f) An application for renewal of an agricultural pesticide dealer license is complete
37.15	only when a report and any applicable payment of fees under subdivision 8 are received
37.16	by the commissioner.
37.17	Subd. 10. Application fee. (a) An application for an agricultural pesticide dealer
37.18	license, or a renewal of an agricultural pesticide dealer license, must be accompanied
37.19	by a nonrefundable fee of \$150.
37.20	(b) If an application for renewal of an agricultural pesticide dealer license is not filed
37.21	before January of the year for which the license is to be issued, an additional fee of 50
37.22	percent of the application fee must be paid by the applicant before the commissioner
37.23	may issue the license.
37.24	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2009. However, the
37.25	commissioner of agriculture may not implement subdivision 9, paragraph (f), until
37.26	January 1, 2011.
<u> </u>	<u> </u>
37.27	Sec. 58. [18B.346] PESTICIDE APPLICATION ON RAILROAD PROPERTY.
37.28	Subdivision 1. <b>Applicability.</b> This section applies only to common carrier railroads.
37.29	Subd. 2. Safety information. (a) In coordination with common carrier railroad
37.30	companies operating in this state, the commissioner shall provide annual pesticide safety
37.31	outreach opportunities for railroad employees.
37.32	(b) A common carrier railroad that operates in this state must provide annual
37.33	employee pesticide safety training opportunities.

38.1	Subd. 3. Pesticide applications. (a) A person may not directly apply a restricted
38.2	use pesticide to occupied or unoccupied locomotives, track repair equipment, or on-track
38.3	housing units unless the pesticide is specifically labeled for that use.
38.4	(b) Employees of common carrier railroads must not be required to work in affected
38.5	areas in a manner that is inconsistent with the pesticide label.
38.6	Subd. 4. Misuse reporting. A common carrier railroad or a commercial applicator
38.7	hired by the common carrier railroad to apply pesticide must report to the commissioner
38.8	within four hours, or as soon as practicable, any pesticide misuse known to the railroad
38.9	company or commercial applicator that occurred on railroad property or to other property
38.10	under the control of the railroad company. For the purposes of this section, "misuse" means
38.11	a pesticide application that violates subdivision 3 or any provision in section 18B.07.
38.12	Sec. 59. Minnesota Statutes 2008, section 18B.37, subdivision 1, is amended to read:
38.13	Subdivision 1. Pesticide dealer. (a) A pesticide dealer must maintain records of all
38.14	sales of restricted use pesticides as required by the commissioner. Records must be kept at
38.15	the time of sale on forms supplied by the commissioner or on the pesticide dealer's forms
38.16	if they are approved by the commissioner.
38.17	(b) Records must be submitted annually with the renewal application for a pesticide
38.18	dealer license or upon request of the commissioner.
38.19	(c) Copies of records required under this subdivision must be maintained by the
38.20	pesticide dealer for a period of five years after the date of the pesticide sale.
38.21	Sec. 60. Minnesota Statutes 2008, section 18C.415, subdivision 3, is amended to read:
38.22	Subd. 3. <b>Effective period.</b> Other Licenses are for the period from January 1 to the
38.23	following December 31 and must be renewed annually by the licensee before January 1. A
38.24	license is not transferable from one person to another, from the ownership to whom issued
38.25	to another ownership, or from one location to another location.
38.26	Sec. 61. Minnesota Statutes 2008, section 18C.421, is amended to read:
38.27	18C.421 <del>DISTRIBUTOR'S</del> TONNAGE REPORT.
38.28	Subdivision 1. Semiannual statement Annual tonnage report. (a) Each licensed
38.29	distributor of fertilizer and each registrant of a specialty fertilizer, soil amendment, or plant
38.30	amendment must file a semiannual statement for the periods ending December 31 and June

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30 with the commissioner on forms furnished by the commissioner stating the number of

net tons and grade of each raw fertilizer material distributed or the number of net tons of

each brand or grade of fertilizer, soil amendment, or plant amendment registrant under

section 18C.411 and licensee under section 18C.415 shall file an annual tonnage report fo
the previous year ending June 30 with the commissioner, on forms provided or approved
by the commissioner, stating the number of net tons of each brand or grade of fertilizer,
soil amendment, or plant amendment distributed in this state or the number of net tons and
grade of each raw fertilizer material distributed in this state during the reporting period.

- (b) <u>A tonnage reports are report is not required to be filed with submitted and an inspection fee under section 18C.425, subdivision 6, is not required to be paid to the commissioner from licensees by a licensee who distributed distributes fertilizer solely by custom application.</u>
- (c) A report from a licensee who sells to an ultimate consumer must be accompanied by records or invoice copies indicating the name of the distributor who paid the inspection fee, the net tons received, and the grade or brand name of the products received.
- (d) (c) The <u>annual tonnage</u> report is due <u>must be submitted to the commissioner</u> on or before the last day of the month following the close of each reporting period <u>July 31</u> of each <u>calendar</u> year.
- (e) (d) The inspection fee at the rate stated in section 18C.425, subdivision 6, must accompany the statement.
- Subd. 2. **Additional reports.** The commissioner may by rule require additional reports for the purpose of gathering statistical data relating to fertilizer, soil amendments, and plant amendments distribution in the state.
- Subd. 3. Late <u>annual report and inspection fee penalty.</u> (a) If a <u>distributor does</u> not file the <u>semiannual statement registrant or licensee fails to submit an annual tonnage report or pay the inspection fees fee under section 18C.425, subdivision 6, by 31 days after the end of the reporting period July 31, the commissioner shall assess the registrant or licensee a penalty of the greater of \$25 \$50 or ten percent of the amount due against the licensee or registrant.</u>
- (b) The fees due, plus the penalty, may be recovered in a civil action against the licensee or registrant.
- (c) The assessment of the penalty does not prevent the commissioner from taking other actions as provided in this chapter and sections 18D.301 to 18D.331.
- Subd. 4. Responsibility for inspection fees. If more than one person is involved in the distribution of a fertilizer, soil amendment, or plant amendment, the distributor who imports, manufactures, or produces the fertilizer or who has the specialty fertilizer, soil amendment, or plant amendment registered is responsible for the inspection fee on products produced or brought into this state. The distributor must separately list the inspection fee on the invoice to the licensee. The last licensee must retain the invoices

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showing proof of inspection fees paid for three years and must pay the inspection fee on products brought into this state before July 1, 1989, unless the reporting and paying of fees have been made by a prior distributor of the fertilizer.

- Subd. 5. **Verification of statements annual tonnage report.** The commissioner may verify the records on which the statement of annual tonnage report is based.
- Sec. 62. Minnesota Statutes 2008, section 18C.425, subdivision 4, is amended to read:
  - Subd. 4. **Fee for late application.** If an application for renewal of a fertilizer license or registration of a specialty fertilizer, soil amendment, or plant amendment under section 18C.411 or a license under section 18C.415 is not filed before January 1 or July 1 of a year, as required submitted to the commissioner after December 31, an additional application late fee of one-half of the amount due must be paid in addition to the application fee before the renewal license or registration may be issued.
  - Sec. 63. Minnesota Statutes 2008, section 18C.425, subdivision 6, is amended to read:
    - Subd. 6. <u>Payment of inspection fees fee.</u> (a) The person who registers and <u>distributes in the state a specialty fertilizer, soil amendment, or plant amendment under section 18C.411 shall pay the inspection fee to the commissioner.</u>
    - (b) The person licensed under section 18C.415 who distributes a fertilizer to a person not required to be so licensed shall pay the inspection fee to the commissioner, except as exempted under section 18C.421, subdivision 1, paragraph (b).
    - (c) The person responsible for payment of the inspection fees for fertilizers, soil amendments, or plant amendments sold and used in this state must pay an inspection fee of 30 70 cents per ton of fertilizer, soil amendment, and plant amendment sold or distributed in this state, with a minimum of \$10 on all tonnage reports. Products sold or distributed to manufacturers or exchanged between them are exempt from the inspection fee imposed by this subdivision if the products are used exclusively for manufacturing purposes.
- 40.26 (d) A registrant or licensee must retain invoices showing proof of fertilizer, plant
  40.27 amendment, or soil amendment distribution amounts and inspection fees paid for a period
  40.28 of three years.
- Sec. 64. Minnesota Statutes 2008, section 18E.03, subdivision 2, is amended to read:
- Subd. 2. **Expenditures.** (a) Money in the agricultural chemical response and reimbursement account may only be used:
- 40.32 (1) to pay for the commissioner's responses to incidents under chapters 18B, 18C, 40.33 and 18D that are not eligible for payment under section 115B.20, subdivision 2;

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- (2) to pay for emergency responses that are otherwise unable to be funded;
- (3) to reimburse and pay corrective action costs under section 18E.04; and
- (4) by the board to reimburse the commissioner for board staff and other administrative costs and the commissioner's incident response program costs related to eligible incident sites, up to \$225,000 \$450,000 per fiscal year.
- (b) Money in the agricultural chemical response and reimbursement account is appropriated to the commissioner to make payments as provided in this subdivision.
- Sec. 65. Minnesota Statutes 2008, section 18E.03, subdivision 4, is amended to read:
- Subd. 4. **Fee.** (a) The response and reimbursement fee consists of the surcharges and any adjustments made by the commissioner in this subdivision and shall be collected by the commissioner. The amount of the response and reimbursement fee shall be determined and imposed annually by the commissioner as required to satisfy the requirements in subdivision 3. The commissioner shall adjust the amount of the surcharges imposed in proportion to the amount of the surcharges listed in this subdivision. License application categories under paragraph (d) must be charged in proportion to the amount of surcharges imposed up to a maximum of 50 percent of the license fees set under chapters 18B and 18C.
- (b) The commissioner shall impose a surcharge on pesticides registered under chapter 18B to be collected as a surcharge on the registration application fee gross sales under section 18B.26, subdivision 3, that is equal to 0.1 percent of sales of the pesticide in the state and sales of pesticides for use in the state during the previous calendar year, except the surcharge may not be imposed on pesticides that are sanitizers or disinfectants as determined by the commissioner. No surcharge is required if the surcharge amount based on percent of annual gross sales is less than \$10. The registrant shall determine when and which pesticides are sold or used in this state. The registrant shall secure sufficient sales information of pesticides distributed into this state from distributors and dealers, regardless of distributor location, to make a determination. Sales of pesticides in this state and sales of pesticides for use in this state by out-of-state distributors are not exempt and must be included in the registrant's annual report, as required under section 18B.26, subdivision 3, paragraph (c), and fees shall be paid by the registrant based upon those reported sales. Sales of pesticides in the state for use outside of the state are exempt from the surcharge in this paragraph if the registrant, agricultural pesticide dealer, or pesticide dealer properly documents the sale location and the distributors.

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42.1	(c) The commissioner shall impose a ten cents per ton surcharge on the inspection
42.2	fee under section 18C.425, subdivision 6, for fertilizers, soil amendments, and plant
42.3	amendments.
42.4	(d) The commissioner shall impose a surcharge on the license application of persons
42.5	licensed under chapters 18B and 18C consisting of:
42.6	(1) a \$75 surcharge for each site where pesticides are stored or distributed, to
42.7	be imposed as a surcharge on pesticide dealer application fees under section 18B.31,
42.8	subdivision 5, and the agricultural pesticide dealer application fee under section 18B.316,
42.9	subdivision 10;
42.10	(2) a \$75 surcharge for each site where a fertilizer, plant amendment, or soil
42.11	amendment is distributed, to be imposed on persons licensed under sections 18C.415
42.12	and 18C.425;
42.13	(3) a \$50 surcharge to be imposed on a structural pest control applicator license
42.14	application under section 18B.32, subdivision 6, for business license applications only;
42.15	(4) a \$20 surcharge to be imposed on commercial applicator license application fees
42.16	under section 18B.33, subdivision 7; and
42.17	(5) a \$20 surcharge to be imposed on noncommercial applicator license application
42.18	fees under section 18B.34, subdivision 5, except a surcharge may not be imposed on a
42.19	noncommercial applicator that is a state agency, political subdivision of the state, the
42.20	federal government, or an agency of the federal government.
42.21	(e) A \$1,000 fee shall be imposed on each site where pesticides are stored and sold
42.22	for use outside of the state unless:
42.23	(1) the distributor properly documents that it has less than \$2,000,000 per year in
42.24	wholesale value of pesticides stored and transferred through the site; or
42.25	(2) the registrant pays the surcharge under paragraph (b) and the registration fee
42.26	under section 18B.26, subdivision 3, for all of the pesticides stored at the site and sold for
42.27	use outside of the state.
42.28	(f) Paragraphs (c) to (e) apply to sales, licenses issued, applications received for
42.29	licenses, and inspection fees imposed on or after July 1, 1990.
42.30	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2009. However, the
42.31	commissioner of agriculture may not implement the change to paragraph (b) until January
42.32	<u>1, 2010.</u>
42.33	Sec. 66. Minnesota Statutes 2008, section 18E.06, is amended to read:
42.34	18E.06 REPORT.

43.1	By December 1 of each year, the Agricultural Chemical Response Compensation
43.2	Board and the commissioner shall submit to the house of representatives Committee
43.3	on Ways and Means, the senate Committee on Finance, the house of representatives
43.4	and senate committees with jurisdiction over the environment, natural resources, and
43.5	agriculture, and the Environmental Quality Board a report detailing the <u>board's</u> activities
43.6	and reimbursements and the expenditures and activities associated with the commissioner's
43.7	incident response program for which money from the account has been spent during
43.8	the previous year.
43.9	Sec. 67. Minnesota Statutes 2008, section 18H.02, subdivision 12a, is amended to read:
43.10	Subd. 12a. Hadividual Dormant. "Individual" means a human being "Dormant"
43.11	means nursery stock without etiolated growth.
43.12	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
43.13	Sec. 68. Minnesota Statutes 2008, section 18H.02, is amended by adding a subdivision
43.14	to read:
43.15	Subd. 12b. Etiolated growth. "Etiolated growth" means bleached and unnatural
43.16	growth resulting from the exclusion of sunlight.
43.17	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
43.18	Sec. 69. Minnesota Statutes 2008, section 18H.02, is amended by adding a subdivision
43.19	to read:
43.20	Subd. 12c. Individual. "Individual" means a human being.
43.21	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
43.22	Sec. 70. Minnesota Statutes 2008, section 18H.02, is amended by adding a subdivision
43.23	to read:
43.24	Subd. 24a. Packaged stock. "Packaged stock" means bare root nursery stock
43.25	packed with the roots in moisture-retaining material encased in plastic film or other
43.26	material designed to hold the moisture-retaining material in place.
43.27	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
43.28	Sec. 71. Minnesota Statutes 2008, section 18H.07, subdivision 2, is amended to read:

Subd. 2. Nursery stock grower certificate. (a) A nursery stock grower must

pay an annual fee based on the area of all acreage on which nursery stock is grown for 44.2 certification as follows: 44.3 (1) less than one-half acre, \$150; 44.4 (2) from one-half acre to two acres, \$200; 44.5 (3) over two acres up to five acres, \$300; 44.6 (4) over five acres up to ten acres, \$350; 44.7 (5) over ten acres up to 20 acres, \$500; 44.8 (6) over 20 acres up to 40 acres, \$650; 44.9 (7) over 40 acres up to 50 acres, \$800; 44.10 (8) over 50 acres up to 200 acres, \$1,100; 44.11 (9) over 200 acres up to 500 acres, \$1,500; and 44.12 (10) over 500 acres, \$1,500 plus \$2 for each additional acre. 44.13 (b) In addition to the fees in paragraph (a), a penalty of ten percent of the fee 44.14 44.15 due must be charged for each month, or portion thereof, that the fee is delinquent up to a maximum of 30 percent for any application for renewal not received by January 1 44.16 postmarked by December 31 of the current year following expiration of a certificate. 44.17 **EFFECTIVE DATE.** This section is effective the day following final enactment. 44.18 Sec. 72. Minnesota Statutes 2008, section 18H.07, subdivision 3, is amended to read: 44.19 Subd. 3. Nursery stock dealer certificate. (a) A nursery stock dealer must pay an 44.20 annual fee based on the dealer's gross sales of certified nursery stock per location during 44.21 the most recent certificate year. A certificate applicant operating for the first time must pay 44.22 the minimum fee. The fees per sales location are: 44.23 (1) gross sales up to \$5,000, \$150; 44.24 (2) gross sales over \$5,000 up to \$20,000, \$175; 44.25 (3) gross sales over \$20,000 up to \$50,000, \$300; 44.26 (4) gross sales over \$50,000 up to \$75,000, \$425; 44.27 (5) gross sales over \$75,000 up to \$100,000, \$550; 44.28 (6) gross sales over \$100,000 up to \$200,000, \$675; and 44.29 (7) gross sales over \$200,000, \$800. 44.30 (b) In addition to the fees in paragraph (a), a penalty of ten percent of the fee 44.31 due must be charged for each month, or portion thereof, that the fee is delinquent up 44.32 to a maximum of 30 percent for any application for renewal not received by January 1 44.33 postmarked by December 31 of the current year following expiration of a certificate. 44.34

**EFFECTIVE DATE.** This section is effective the day following final enactment.

Sec. 73. Minnesota Statutes 2008, section 18H.09, is amended to read:

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#### 18H.09 NURSERY STOCK CERTIFICATION REQUIREMENTS.

- (a) All nursery stock growing at sites identified by <u>nursery stock dealers or nursery</u> stock growers and submitted for inspection must be inspected by the commissioner within the previous 12 months prior to sale and found apparently free from quarantine and regulated nonquarantine pests as well as significantly dangerous or potentially damaging plant pests. The commissioner may waive a site inspection under the following conditions:
  - (1) the nursery stock is not going to be sold within 12 months;
  - (2) the nursery stock will not be moved out of Minnesota; and
- (3) the nursery site or stock is not subject to certification requirements associated with a state or federally regulated or quarantined plant pest.

All nursery stock originating from out of state and offered for sale in Minnesota must have been inspected by the appropriate state or federal agency during the previous 12 months and found free from quarantine and regulated nonquarantine pests as well as significantly dangerous or potentially damaging plant pests. A nursery stock certificate is valid from January 1 to December 31.

- (b) Nursery stock must be accessible to the commissioner for inspection during regular business hours. Weeds or other growth that hinder a proper inspection are grounds to suspend or withhold a certificate or require a reinspection.
- (c) Inspection reports issued to growers must contain a list of the plant pests found at the time of inspection. Withdrawal-from-distribution orders are considered part of the inspection reports. A withdrawal-from-distribution order must contain a list of plants withdrawn from distribution and the location of the plants.
- (d) The commissioner may post signs to delineate sections withdrawn from distribution. These signs must remain in place until the commissioner removes them or grants written permission to the grower to remove the signs.
- (e) Inspection reports issued to dealers must outline the violations involved and corrective actions to be taken including withdrawal-from-distribution orders which would specify nursery stock that could not be distributed from a certain area.
- (f) Optional inspections of plants may be conducted by the commissioner upon request by any persons desiring an inspection. A fee as provided in section 18H.07 must be charged for such an inspection.

**EFFECTIVE DATE.** This section is effective the day following final enactment.

Sec. 74. Minnesota Statutes 2008, section 18H.10, is amended to read:

46.2	18H.10 STORAGE OF NURSERY STOCK.
46.3	All nursery stock must be kept and displayed under conditions of temperature,
46.4	light, and moisture sufficient to maintain the viability and vigor of the nursery stock.
46.5	Packaged dormant nursery stock must be stored under conditions that retard growth,
46.6	prevent etiolated growth, and protect its viability.
46.7	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
46.8	Sec. 75. Minnesota Statutes 2008, section 28A.085, subdivision 1, is amended to read:
46.9	Subdivision 1. Violations; prohibited acts. The commissioner may charge a
46.10	reinspection fee for each reinspection of a food handler that:
46.11	(1) is found with a major violation of requirements in chapter 28, 29, 30, 31, 31A,
46.12	32, 33, or 34, or rules adopted under one of those chapters;
46.13	(2) is found with a violation of section 31.02, 31.161, or 31.165, and requires a
46.14	follow-up inspection after an administrative meeting held pursuant to section 31.14; or
46.15	(3) fails to correct equipment and facility deficiencies as required in rules adopted
46.16	under chapter 28, 29, 30, 31, 31A, 32, or 34. The first reinspection of a firm with gross
46.17	food sales under \$1,000,000 must be assessed at $\frac{$75}{150}$ . The fee for a firm with gross
46.18	food sales over \$1,000,000 is \$\frac{\$100}{200}\$. The fee for a subsequent reinspection of a firm
46.19	for the same violation is 50 percent of their current license fee or \$200 \\$300, whichever is
46.20	greater. The establishment must be issued written notice of violations with a reasonable
46.21	date for compliance listed on the notice. An initial inspection relating to a complaint is
46.22	not a reinspection.
46.23	Sec. 76. Minnesota Statutes 2008, section 28A.21, subdivision 5, is amended to read:
46.24	Subd. 5. <b>Duties.</b> The task force shall:
46.25	(1) coordinate educational efforts regarding food safety and defense;
46.26	(2) provide advice and coordination to state agencies as requested by the agencies;
46.27	(3) serve as a source of information and referral for the public, news media, and
46.28	others concerned with food safety and defense; and
46.29	(4) make recommendations to Congress, the legislative committees with jurisdiction
46.30	over agriculture finance and policy, the legislature, and others about appropriate action to
46.31	improve food safety and defense in the state.

Sec. 77. Minnesota Statutes 2008, section 31.94, is amended to read: 47.1 31.94 COMMISSIONER DUTIES. 47.2 (a) In order to promote opportunities for organic agriculture in Minnesota, the 47.3 commissioner shall: 47.4 (1) survey producers and support services and organizations to determine 47.5 information and research needs in the area of organic agriculture practices; 47.6 (2) work with the University of Minnesota to demonstrate the on-farm applicability 47.7 of organic agriculture practices to conditions in this state; 47.8 (3) direct the programs of the department so as to work toward the promotion of 47.9 organic agriculture in this state; 47.10 (4) inform agencies of how state or federal programs could utilize and support 47.11 organic agriculture practices; and 47.12 (5) work closely with producers, the University of Minnesota, the Minnesota Trade 47.13 Office, and other appropriate organizations to identify opportunities and needs as well 47.14 as ensure coordination and avoid duplication of state agency efforts regarding research, 47.15 47.16 teaching, marketing, and extension work relating to organic agriculture. (b) By November 15 of each even-numbered year the commissioner, in conjunction 47.17 with the task force created in paragraph (c), shall report on the status of organic 47.18 47.19 agriculture in Minnesota to the legislative policy and finance committees and divisions with jurisdiction over agriculture. The report must include: 47.20 (1) a description of current state or federal programs directed toward organic 47.21 agriculture, including significant results and experiences of those programs; 47.22 (2) a description of specific actions the department of agriculture is taking in the 47.23 area of organic agriculture, including the proportion of the department's budget spent on 47.24 organic agriculture; 47.25 (3) a description of current and future research needs at all levels in the area of 47.26 organic agriculture; 47.27 (4) suggestions for changes in existing programs or policies or enactment of new 47.28 programs or policies that will affect organic agriculture; 47.29 (5) a description of market trends and potential for organic products; 47.30 (6) available information, using currently reliable data, on the price received, yield, 47.31 and profitability of organic farms, and a comparison with data on conventional farms; and 47.32 (7) available information, using currently reliable data, on the positive and negative 47.33 impacts of organic production on the environment and human health. 47.34

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shall advise the commissioner and the University of Minnesota on policies and practices

(c) The commissioner shall appoint A Minnesota Organic Advisory Task Force to

48.1	to programs that will improve organic agriculture in Minnesota, including how available
48.2	resources can most effectively be used for outreach, education, research, and technical
48.3	assistance that meet the needs of the organic agriculture community. The task force must
48.4	consist of the following residents of the state:
48.5	(1) three farmers using organic agriculture methods;
48.6	(2) two organic food wholesalers, retailers, or distributors of organic products;
48.7	(3) one representative of organic <del>food</del> certification agencies;
48.8	(4) two organic <del>food</del> processors;
48.9	(5) one representative from the University of Minnesota Extension Service;
48.10	(6) one representative from a University of Minnesota postsecondary research
48.11	institution faculty member;
48.12	(7) one representative from a nonprofit organization representing producers;
48.13	(8) one two at-large members;
48.14	(9) one representative from the United States Department of Agriculture; and
48.15	(10) one organic consumer representative.
48.16	The commissioner, in consultation with the director of the Minnesota Agricultural
48.17	Experiment Station; the dean and director of University of Minnesota Extension; and the
48.18	dean of the College of Food, Agricultural and Natural Resource Sciences shall appoint
48.19	members to serve staggered two-year terms.
48.20	Terms, Compensation, and removal of members are governed by section 15.059,
48.21	subdivision 6. The task force must meet at least twice each year and expires on June
48.22	30, <del>2009</del> <u>2013</u> .
48.23	(d) For the purposes of expanding, improving, and developing production and
48.24	marketing of the organic products of Minnesota agriculture, the commissioner may
48.25	receive funds from state and federal sources and spend them, including through grants or
48.26	contracts, to assist producers and processors to achieve certification, to conduct education
48.27	or marketing activities, to enter into research and development partnerships, or to address
48.28	production or marketing obstacles to the growth and well-being of the industry.
48.29	(e) The commissioner may facilitate the registration of state organic production
48.30	and handling operations including those exempt from organic certification according to
48.31	Code of Federal Regulations, title 7, section 205.101, and certification agents operating
48.32	within the state.
48.33	<b>EFFECTIVE DATE.</b> This section is effective June 30, 2009.

#### Sec. 78. [31.97] FEEDING MINNESOTA TASK FORCE.

49.1	Subdivision 1. Establishment; purpose. The commissioner of agriculture must
49.2	establish the Feeding Minnesota Task Force to study the consumption of Minnesota grown
49.3	produce and livestock by facilitating the donation of harvested products to charities that
49.4	provide food for hungry people.
49.5	Subd. 2. Members. The commissioner must appoint task force members as follows:
49.6	(1) one member representing a food bank organization;
49.7	(2) two members representing food producer and grower organizations;
49.8	(3) one member representing the Minnesota Farmers Market Association;
49.9	(4) one member representing Minnesota higher education institutions;
49.10	(5) one member representing the food transportation industry;
49.11	(6) two members representing statewide agricultural organizations; and
49.12	(7) one member representing food processors.
49.13	Subd. 3. No compensation. Task force members may not be compensated under
49.14	section 15.059, subdivision 3.
49.15	Subd. 4. Report. The commissioner must convene the task force no later than
49.16	January 31, 2010. The commissioner must make policy recommendations to the chairs of
49.17	the legislative committees with jurisdiction over agriculture finance by November 1, 2010.
49.18	Subd. 5. Expiration. This section expires November 1, 2010.
49.19	Sec. 79. Minnesota Statutes 2008, section 32.394, subdivision 8, is amended to read:
49.20	Subd. 8. Grade A inspection fees. A processor or marketing organization of milk,
49.21	milk products, sheep milk, or goat milk who wishes to market Grade A milk or use the
49.22	Grade A label must apply for Grade A inspection service from the commissioner. A
49.23	pasteurization plant requesting Grade A inspection service must hold a Grade A permit
49.24	and pay an annual inspection fee of no more than \$500. For Grade A farm inspection
49.25	service, the fee must be no more than \$50 per farm, paid annually by the processor or by
49.26	the marketing organization on behalf of its patrons. For a farm requiring a reinspection
49.27	in addition to the required biannual inspections, an additional fee of \$45 \$100 per
49.28	reinspection must be paid by the processor or by the marketing organization on behalf
49.29	of its patrons.
49.30	Sec. 80. Minnesota Statutes 2008, section 41A.09, subdivision 2a, is amended to read:
49.31	Subd. 2a. <b>Definitions.</b> For the purposes of this section, the terms defined in this
49.32	subdivision have the meanings given them.
49.33	(a) "Ethanol" means fermentation ethyl alcohol derived from agricultural products,
49.34	including potatoes, cereal grains, cheese whey, and sugar beets; forest products; or

other renewable resources, including residue and waste generated from the production, processing, and marketing of agricultural products, forest products, and other renewable resources, that:

- (1) meets all of the specifications in ASTM specification D4806-04a; and
- (2) is denatured as specified in Code of Federal Regulations, title 27, parts 20 and 21.
- (b) "Ethanol plant" means a plant at which ethanol is produced.
- (c) "Commissioner" means the commissioner of agriculture.

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(d) "Rural economic infrastructure" means the development of activities that will enhance the value of agricultural crop or livestock commodities or by-products or waste from farming operations through new and improved value-added conversion processes and technologies, the development of more timely and efficient infrastructure delivery systems, and the enhancement of marketing opportunities. "Rural economic infrastructure" also means land, buildings, structures, fixtures, and improvements located or to be located in Minnesota and used or operated primarily for the processing or the support of production of marketable products from agricultural commodities or wind energy produced in Minnesota.

Sec. 81. Minnesota Statutes 2008, section 41A.09, subdivision 3a, is amended to read:

Subd. 3a. Ethanol producer payments. (a) The commissioner shall make cash payments to producers of ethanol located in the state that have begun production at a specific location by June 30, 2000. For the purpose of this subdivision, an entity that holds a controlling interest in more than one ethanol plant is considered a single producer. The amount of the payment for each producer's annual production, except as provided in paragraph (c), is 20 cents per gallon for each gallon of ethanol produced at a specific location on or before June 30, 2000, or ten years after the start of production, whichever is later. Annually, within 90 days of the end of its fiscal year, an ethanol producer receiving payments under this subdivision must file a disclosure statement on a form provided by the commissioner. The initial disclosure statement must include a summary description of the organization of the business structure of the claimant, a listing of the percentages of ownership by any person or other entity with an ownership interest of five percent or greater, and a copy of its annual audited financial statements, including the auditor's report and footnotes. The disclosure statement must include information demonstrating what percentage of the entity receiving payments under this section is owned by farmers or other entities eligible to farm or own agricultural land in Minnesota under the provisions of section 500.24. Subsequent annual reports must reflect noncumulative changes in ownership of ten percent or more of the entity. The report need not disclose the identity of

the persons or entities eligible to farm or own agricultural land with ownership interests, individuals residing within 30 miles of the plant, or of any other entity with less than ten percent ownership interest, but the claimant must retain information within its files confirming the accuracy of the data provided. This data must be made available to the commissioner upon request. Not later than the 15th day of February in each year the commissioner shall deliver to the chairs of the standing committees of the senate and the house of representatives that deal with agricultural policy and agricultural finance issues an annual report summarizing aggregated data from plants receiving payments under this section during the preceding calendar year. Audited financial statements and notes and disclosure statements submitted to the commissioner are nonpublic data under section 13.02, subdivision 9. Notwithstanding the provisions of chapter 13 relating to nonpublic data, summaries of the submitted audited financial reports and notes and disclosure statements will be contained in the report to the committee chairs and will be public data.

- (b) No payments shall be made for ethanol production that occurs after June 30, 2010. A producer of ethanol shall not transfer the producer's eligibility for payments under this section to an ethanol plant at a different location.
- (c) If the level of production at an ethanol plant increases due to an increase in the production capacity of the plant, the payment under paragraph (a) applies to the additional increment of production until ten years after the increased production began. Once a plant's production capacity reaches 15,000,000 gallons per year, no additional increment will qualify for the payment.
- (d) Total payments under paragraphs (a) and (c) to a producer in a fiscal year may not exceed \$3,000,000.
- (e) By the last day of October, January, April, and July, each producer shall file a claim for payment for ethanol production during the preceding three calendar months. A producer that files a claim under this subdivision shall include a statement of the producer's total ethanol production in Minnesota during the quarter covered by the claim. For each claim and statement of total ethanol production filed under this subdivision, the volume of ethanol production must be examined by an independent certified public accountant in accordance with standards established by the American Institute of Certified Public Accountants.
- (f) Payments shall be made November 15, February 15, May 15, and August 15. A separate payment shall be made for each claim filed. Except as provided in paragraph (g), the total quarterly payment to a producer under this paragraph may not exceed \$750,000.
- (g) Notwithstanding the quarterly payment limits of paragraph (f), the commissioner shall make an additional payment in the fourth quarter of each fiscal year to ethanol

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producers for the lesser of: (1) 20 cents per gallon of production in the fourth quarter of the year that is greater than 3,750,000 gallons; or (2) the total amount of payments lost during the first three quarters of the fiscal year due to plant outages, repair, or major maintenance. Total payments to an ethanol producer in a fiscal year, including any payment under this paragraph, must not exceed the total amount the producer is eligible to receive based on the producer's approved production capacity. The provisions of this paragraph apply only to production losses that occur in quarters beginning after December 31, 1999.

- (h) The commissioner shall reimburse ethanol producers for any deficiency in payments during earlier quarters if the deficiency occurred because of unallotment or because appropriated money was insufficient to make timely payments in the full amount provided in paragraph (a). Notwithstanding the quarterly or annual payment limitations in this subdivision, the commissioner shall begin making payments for earlier deficiencies in each fiscal year that appropriations for ethanol payments exceed the amount required to make eligible scheduled payments. Payments for earlier deficiencies must continue until the deficiencies for each producer are paid in full, except the commissioner shall not make a deficiency payment to an entity that no longer produces ethanol on a commercial scale at the location for which the entity qualified for producer payments, or to an assignee of the entity.
- (i) The commissioner may make direct payments to producers of rural economic infrastructure provide financial assistance under the 21st century agricultural reinvestment program in section 41A.12 with any amount of the annual appropriation for ethanol producer payments and rural economic infrastructure that is in excess of the amount required to make scheduled ethanol producer payments and deficiency payments under paragraphs (a) to (h).

# Sec. 82. [41A.12] 21ST CENTURY AGRICULTURAL REINVESTMENT PROGRAM.

Subdivision 1. **Establishment.** The 21st century agricultural reinvestment program is established in order to promote the advancement of the state's agricultural and renewable energy industries.

Subd. 2. Activities authorized. For the purposes of this program, the commissioner may issue grants, loans, or other forms of financial assistance. Eligible activities include, but are not limited to, grants to livestock producers under the livestock investment grant program under section 17.118 and bioenergy awards made by the NextGen Energy Board under section 41A.105.

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Subd. 3. Oversight. The commissioner, in consultation with the chairs and ranking
minority members of the house of representatives and senate committees with jurisdiction
over agriculture finance, must allocate available funds among eligible uses, develop
competitive eligibility criteria, and award funds on a needs basis.

- Sec. 83. Minnesota Statutes 2008, section 41B.039, subdivision 2, is amended to read:
- Subd. 2. **State participation.** The state may participate in a new real estate loan with an eligible lender to a beginning farmer to the extent of 45 percent of the principal amount of the loan or \$200,000 \$300,000, whichever is less. The interest rates and repayment terms of the authority's participation interest may be different than the interest rates and repayment terms of the lender's retained portion of the loan.
- Sec. 84. Minnesota Statutes 2008, section 41B.04, subdivision 8, is amended to read:
  - Subd. 8. State's State participation. With respect to loans that are eligible for restructuring under sections 41B.01 to 41B.23 and upon acceptance by the authority, the authority shall enter into a participation agreement or other financial arrangement whereby it shall participate in a restructured loan to the extent of 45 percent of the primary principal or \$225,000 \$400,000, whichever is less. The authority's portion of the loan must be protected during the authority's participation by the first mortgage held by the eligible lender to the extent of its participation in the loan.
- Sec. 85. Minnesota Statutes 2008, section 41B.042, subdivision 4, is amended to read:
- Subd. 4. **Participation limit; interest.** The authority may participate in new seller-sponsored loans to the extent of 45 percent of the principal amount of the loan or \$200,000 \$300,000, whichever is less. The interest rates and repayment terms of the authority's participation interest may be different than the interest rates and repayment terms of the seller's retained portion of the loan.
- Sec. 86. Minnesota Statutes 2008, section 41B.043, subdivision 1b, is amended to read:
  - Subd. 1b. **Loan participation.** The authority may participate in an agricultural improvement loan with an eligible lender to a farmer who meets the requirements of section 41B.03, subdivision 1, clauses (1) and (2), and who is actively engaged in farming. Participation is limited to 45 percent of the principal amount of the loan or \$200,000 \$300,000, whichever is less. The interest rates and repayment terms of the authority's participation interest may be different than the interest rates and repayment terms of the lender's retained portion of the loan.

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54.1	Sec. 87. Minnesota Statutes 2008, section 41B.045, subdivision 2, is amended to read:							
54.2	Subd. 2. Loan participation. The authority may participate in a livestock							
54.3	expansion loan with an eligible lender to a livestock farmer who meets the requirements							
54.4	of section 41B.03, subdivision 1, clauses (1) and (2), and who are actively engaged in							
54.5	a livestock operation. A prospective borrower must have a total net worth, including							
54.6	assets and liabilities of the borrower's spouse and dependents, of less than \$660,000 in							
54.7	2004 and an amount in subsequent years which is adjusted for inflation by multiplying							
54.8	that amount by the cumulative inflation rate as determined by the United States All-Items							
54.9	Consumer Price Index.							
54.10	Participation is limited to 45 percent of the principal amount of the loan or \$275,000							
54.11	\$400,000, whichever is less. The interest rates and repayment terms of the authority's							
54.12	participation interest may be different from the interest rates and repayment terms of							
54.13	the lender's retained portion of the loan.							
54.14	Sec. 88. Minnesota Statutes 2008, section 97A.045, subdivision 1, is amended to read:							
54.15	Subdivision 1. <b>Duties; generally.</b> (a) The commissioner shall do all things the							
54.16	commissioner determines are necessary to preserve, protect, and propagate desirable							
54.17	species of wild animals. The commissioner shall make special provisions for the							
54.18	management of fish and wildlife to ensure recreational opportunities for anglers and							
54.19	hunters. The commissioner shall acquire wild animals for breeding or stocking and may							
54.20	dispose of or destroy undesirable or predatory wild animals and their dens, nests, houses,							
54.21	or dams.							
54.22	(b) Notwithstanding chapters 17 and 35, the commissioner, in consultation with the							
54.23	commissioner of agriculture and the executive director of the Board of Animal Health,							
54.24	may capture or control nonnative or domestic animals that are released, have escaped,							
54.25	or are otherwise running at large and causing damage to natural resources or agricultural							
54.26	lands, or that are posing a threat to wildlife, domestic animals, or human health. The							
54.27	commissioner may work with other agencies to assist in the capture or control and may							
54.28	authorize persons to take such animals.							
54.29	Sec. 89. Minnesota Statutes 2008, section 239.791, subdivision 1, is amended to read:							
54.30	Subdivision 1. Minimum ethanol content required. (a) Except as provided in							
54.31	subdivisions 10 to 14, a person responsible for the product shall ensure that all gasoline							
54.32	sold or offered for sale in Minnesota must contain at least the quantity of ethanol required							
54.33	by clause (1) or (2), whichever is greater:							
54.34	(1) 10.0 percent denatured ethanol by volume; or							

55.1	(2) the maximum percent of denatured ethanol by volume authorized in a waiver
55.2	granted by the United States Environmental Protection Agency under section 211(f)(4) of
55.3	the Clean Air Act, United States Code, title 42, section 7545, subsection (f), paragraph (4).
55.4	(b) For purposes of enforcing the minimum ethanol requirement of paragraph (a),
55.5	a gasoline/ethanol blend will be construed to be in compliance if the ethanol content,
55.6	exclusive of denaturants and permitted contaminants, comprises not less than 9.2 percent
55.7	by volume and not more than 10.0 percent by volume of the blend as determined by an
55.8	appropriate United States Environmental Protection Agency or American Society of
55.9	Testing Materials standard method of analysis of alcohol/ether content in engine fuels.
55.10	(c) The provisions of this subdivision are suspended during any period of time that
55.11	subdivision 1a, paragraph (a), is in effect.
55.12	Sec. 90. Minnesota Statutes 2008, section 239.791, subdivision 1a, is amended to read:
55.13	Subd. 1a. Minimum ethanol content required. (a) Except as provided in
55.14	subdivisions 10 to 14, on August 30, 2013, and thereafter, a person responsible for the
55.15	product shall ensure that all gasoline sold or offered for sale in Minnesota must contain at
55.16	least the quantity of ethanol required by clause (1) or (2), whichever is greater:
55.17	(1) 20 percent denatured ethanol by volume; or
55.18	(2) the maximum percent of denatured ethanol by volume authorized in a waiver
55.19	granted by the United States Environmental Protection Agency under section 211(f)(4) of
55.20	the Clean Air Act, United States Code, title 42, section 7545, subsection (f), paragraph (4).
55.21	(b) For purposes of enforcing the minimum ethanol requirement of paragraph (a),
55.22	a gasoline/ethanol blend will be construed to be in compliance if the ethanol content,
55.23	exclusive of denaturants and permitted contaminants, comprises not less than 18.4 percent
55.24	by volume and not more than 20 percent by volume of the blend as determined by an
55.25	appropriate United States Environmental Protection Agency or American Society of
55.26	Testing Materials standard method of analysis of alcohol content in motor fuels.
55.27	(c) No motor fuel shall be deemed to be a defective product by virtue of the fact
55.28	that the motor fuel is formulated or blended pursuant to the requirements of paragraph
55.29	(a) under any theory of liability except for simple or willful negligence or fraud. This
55.30	paragraph does not preclude an action for negligent, fraudulent, or willful acts. This
55.31	paragraph does not affect a person whose liability arises under chapter 115, water pollution
55.32	control; 115A, waste management; 115B, environmental response and liability; 115C,
55.33	leaking underground storage tanks; or 299J, pipeline safety; under public nuisance law
55.34	for damage to the environment or the public health; under any other environmental or

public health law; or under any environmental or public health ordinance or program of a municipality as defined in section 466.01.

- (d) This subdivision expires on December 31, 2010, if by that date:
- (1) the commissioner of agriculture certifies and publishes the certification in the State Register that at least 20 percent of the volume of gasoline sold in the state is denatured ethanol; or
- (2) federal approval has not been granted for the use of E20 as gasoline. The United States Environmental Protection Agency's failure to act on an application shall not be deemed approval of the use of E20, or a waiver under section 211(f)(4) of the Clean Air Act, United States Code, title 42, section 7545, subsection (f), paragraph (4).
  - Sec. 91. Minnesota Statutes 2008, section 343.11, is amended to read:

#### 343.11 ACQUISITION OF PROPERTY, APPROPRIATIONS.

Every county and district society for the prevention of cruelty to animals may acquire, by purchase, gift, grant, or devise, and hold, use, or convey, real estate and personal property, and lease, mortgage, sell, or use the same in any manner conducive to its interest, to the same extent as natural persons. The county board of any county, or the council of any city, in which such societies exist, may, in its discretion, appropriate for the maintenance and support of such societies in the transaction of the work for which they are organized, any sums of money not otherwise appropriated, not to exceed in any one year the sum of \$4,800 or the sum of \$1 per capita based upon the county's or city's population as of the most recent federal census, whichever is greater; provided, that no part of the appropriation shall be expended for the payment of the salary of any officer of the society.

Sec. 92. Minnesota Statutes 2008, section 583.215, is amended to read:

#### 583.215 EXPIRATION.

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- 56.25 (a) Sections 336.9-601, subsections (h) and (i); 550.365; 559.209; 582.039; and 56.26 583.20 to 583.32, expire June 30, <del>2009</del> 2013.
- 56.27 (b) Laws 1986, chapter 398, article 1, section 18, as amended, is repealed.
- 56.28 **EFFECTIVE DATE.** This section is effective the day following final enactment.

#### Sec. 93. **HUMAN RESOURCES.**

For fiscal years 2010 and 2011, the Department of Agriculture, Board of Animal
Health, and Agricultural Utilization Research Institute may not use funds appropriated

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57.1	in sections 1 to 5 or statutorily appropriated from the agricultural fund to directly or	
57.2	indirectly pay for the services of staff in the Office of the Governor.	
57.3	Sec. 94. BOVINE TUBERCULOSIS CONTROL ASSESSMENT; TEMPORARY	
57.4	ASSESSMENT; APPROPRIATION.	
57.5	(a) From January 1, 2009, to December 31, 2009, a person who purchases cattle that	
57.6	were raised or fed within this state shall collect a bovine tuberculosis control assessment of	
57.7	\$1 per head from the seller and shall submit all assessments collected to the commissioner	
57.8	of agriculture at least once every 30 days. If cattle that were raised or fed within this state	
57.9	are sold outside of the state and the assessment is not collected by the purchaser, the	
57.10	seller is responsible for submitting the assessment to the commissioner. For the purposes	
57.11	of this section, "a person who purchases cattle that were raised or fed within this state"	
57.12	includes the first purchaser, as defined in Minnesota Statutes, section 17.53, subdivision 8,	
57.13	paragraph (a), and any subsequent purchaser of the living animal.	
57.14	(b) Money collected under this section shall be deposited in an account in the special	
57.15	revenue fund and is appropriated to the Board of Animal Health for bovine tuberculosis	
57.16	control activities.	
57.17	(c) Notwithstanding paragraph (a), a person may not collect a bovine tuberculosis	
57.18	control assessment from a person whose cattle operation is located within a modified	
57.19	accredited zone established under Minnesota Statutes, section 35.244, unless the cattle	
57.20	owner voluntarily pays the assessment. The commissioner of agriculture shall publish and	
57.21	make available a list of cattle producers exempt under this paragraph.	
57.22	(d) This section may be enforced under Minnesota Statutes, sections 17.982 to	
57.23	<u>17.984.</u>	
57.24	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment	
57.24		
57.25	and applies retroactively to cattle purchased on or after January 1, 2009.	
57.26	Sec. 95. BIOFUEL STUDY; REPORT.	
57.27	The commissioner of agriculture must study the economic and technological	
57.28	feasibility of producing ethanol from whey. No later than May 1, 2010, the commissioner	
57.29	of agriculture must report findings to the legislative committees with jurisdiction over	
57.30	agriculture policy and finance.	
27.30	ugiteurure periory una mianee.	
57.31	Sec. 96. GREEN JOBS FOOD PRODUCTION STUDY; REPORT.	
57.32	The Board of the Agricultural Utilization Research Institute must prepare a detailed	
57.33	study of this state's food production sector in coordination with the Minnesota State	

Colleges and Universities; urban, rural, and tribal community-based agriculture and food security organizations; members of the legislature with service on committees created by the Green Jobs Task Force; and other interested stakeholders. The study must define the size of the employment base and identify opportunities to increase the number of green jobs in each of the following sector segments: organics and organic value-added processing and local, conventional, natural, traditional, and urban farming. No later than January 15, 2010, the Board of the Agricultural Utilization Research Institute must report its findings to the legislative committees with jurisdiction over employment and economic development policy or finance or agriculture finance.

#### Sec. 97. PILOT FOOD PROJECTS; REPORT.

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The commissioner of agriculture must solicit proposals and fund farm-to-school or farm-to-home pilot projects that encourage healthy eating for children, foster farm-to-consumer connections, and strengthen local economies. The commissioner must develop selection criteria in consultation with the chairs of the legislative committees with jurisdiction over agriculture finance and a representative of the University of Minnesota's farm-to-school project. The commissioner must select one project from each of the following areas of the state: a rural area, a tribal area, an urban core area, and a suburban area. No later than January 15, 2010, the commissioner must provide a program report and recommendations to the legislative committees with jurisdiction over agriculture policy or finance.

#### Sec. 98. FEDERAL STIMULUS FUNDING.

The commissioner of agriculture must apply for funding available to the state through the federal American Recovery and Reinvestment Act of 2009, Public Law 111-5, for areas under the purview of the commissioner including but not limited to agriculture and rural development, bioenergy, food safety, farm-to-school and related nutrition programs, and the development of local and regional food systems.

#### Sec. 99. REPORT ON MINNESOTA PROCESSED FOODS LABELING.

- (a) The commissioner of agriculture must consult with Minnesota food processors and retailers regarding the development of labeling that identifies food products processed in this state. The commissioner must consult with interested parties including, but not limited to, the following organizations:
- 58.32 (1) at least four food processor industry representatives who represent different business sizes and product categories;

	(2) at least two food retailers of which at least one must have retail store locations
loc	ated outside of the Twin Cities metropolitan area;
	(3) two representatives of the Department of Agriculture, one who works with the
Mi	nnesota grown program and one who works with the processed foods program;
	(4) one representative of the Agricultural Utilization Research Institute; and
	(5) two representatives of statewide agricultural producer groups.
	(b) No later than March 31, 2010, the commissioner must report findings and
ec	ommendations to the legislative committees with jurisdiction over agriculture policy
anc	finance. The report should include an assessment of the level of food processor interest
n (	developing a trademarked logo or labeling statement as well as recommendations
reg	arding program funding options, product eligibility criteria, and coordination with
<u>exi</u>	sting labeling and promotion programs and resources.
1	Sec. 100. FERAL SWINE REPORT.
	The commissioner of natural resources, in coordination with the commissioner of
ıgr	iculture and the executive director of the Board of Animal Health, must develop a
rep	ort and recommend any necessary changes to state policies, authorities, and penalties
rela	ated to feral swine and other nonnative or domestic animals released, that have
sc	aped, or that are otherwise running at large. The agencies must consult with interested
<u>stal</u>	keholders. No later than January 15, 2010, the commissioner of natural resources must
ub	mit the report to the legislative committees with jurisdiction over natural resources
or a	agriculture policy or finance.
6	Sec. 101. <b>DEADLINE FOR APPOINTMENTS.</b>
	The commissioner of agriculture must complete the appointments required under
Mi	nnesota Statutes, section 18.91, by September 1, 2009. The commissioner or the
cor	nmissioner's designee shall convene the first meeting of the committee no later than
Oc1	tober 1, 2009.
(	Sec. 102. APPROPRIATION MODIFICATION.
	(a) Notwithstanding Minnesota Statutes, section 35.085, the Board of Animal Health
ma	y make onetime grants to certain beef cattle producers participating in the bovine
tub	erculosis herd buyout authorized in Minnesota Statutes, section 35.086, from the
<b>\$1</b> (	00 000 appropriation for reimbursements in Laws 2007 chapter 45 article 1 section 4

60.1	(b) A buyout participant is eligible for payment under this section if the Board of
60.2	Animal Health quarantined the participant's herd and required the participant to sell young
60.3	cattle at slaughter rather than as feeder cattle.
60.4	(c) For each head of cattle sold at slaughter under paragraph (b), the Board of
60.5	Animal Health must pay the difference between the fair market feeder cattle value at the
60.6	time of sale, as determined by the Board of Animal Health, and the documented slaughter
60.7	price received by the participant.
60.8	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
60.9	Sec. 103. <u>UNUSED OFFICE SPACE.</u>
60.10	The commissioner of agriculture, in consultation with the commissioner of
60.11	administration, must actively seek tenants to rent vacant or unused space in the Freeman
60.12	Building. The commissioner of agriculture must notify entities that receive state funding
60.13	of the amount and type of space available, the rental rate, and other lease terms. No
60.14	later than February 1, 2011, the commissioner of agriculture must report actions taken
60.15	and outcomes achieved under this section to the legislative committees with jurisdiction
60.16	over agriculture finance.
60.17 60.18	Sec. 104. <u>REPEALER.</u> Minnesota Statutes 2008, sections 17.49, subdivision 3; 18G.12, subdivision 5;
60.19	38.02, subdivisions 3 and 4; 41.51; 41.52; 41.53; 41.55; 41.56; 41.57; 41.58, subdivisions
60.20	1 and 2; 41.59, subdivision 1; 41.60; 41.61, subdivision 1; 41.62; 41.63; and 41.65, and
60.21	Minnesota Rules, part 1505.0820, are repealed.
60.22	ARTICLE 2
60.23	RURAL FINANCE AUTHORITY
60.24	Section 1. RURAL FINANCE AUTHORITY; APPROPRIATION.
60.25	Subdivision 1. <b>Appropriation.</b> \$35,000,000 is appropriated from the bond proceeds
60.26	fund to the commissioner of agriculture, as chair of the Board of the Rural Finance
60.27	Authority, to purchase participation interests in or to make direct agricultural loans
60.28	to farmers under Minnesota Statutes, chapter 41B, as authorized by the Minnesota
60.29	Constitution, article XI, section 5, clause (h). This appropriation is for the beginning
60.30	farmer program under Minnesota Statutes, section 41B.039; the loan restructuring
60.31	program under Minnesota Statutes, section 41B.04; the seller-sponsored program under
60.32	Minnesota Statutes, section 41B.042; the agricultural improvement loan program under

	Minnesota Statutes, section 41B.043; and the livestock e	expansion loan program under	
61.2	Minnesota Statutes, section 41B.045. All debt service on bond proceeds used to finance		
61.3	this appropriation must be repaid by the Rural Finance Authority under Minnesota		
61.4	Statutes, section 16A.643. Loan participations must be priced to provide full interest and		
61.5	principal coverage and a reserve for potential losses. Pri	iority for loans must be given	
61.6	first, to basic beginning farmer loans; second, to seller-s	ponsored loans; and third, to	
61.7	agricultural improvement loans.		
61.8	Subd. 2. <b>Bond sale.</b> To provide the money appropriate the money a	priated in this section from the	
61.9	bond proceeds fund, the commissioner of finance shall se	ell and issue bonds of the state in	
61.10	an amount up to \$35,000,000 in the manner, upon the ter	ms, and with the effect prescribed	
61.11	by Minnesota Statutes, sections 16A.631 to 16A.675, an	d by the Minnesota Constitution,	
61.12	article XI, sections 4 to 7.		
61.13	Subd. 3. Notice. If the appropriations in this section	on are enacted more than once in	
61.14	the 2009 regular legislative session, these appropriations	must be given effect only once.	
61.15	<b>EFFECTIVE DATE.</b> This section is effective the	day following final enactment.	
61.16	ARTICLE 3		
61.17	VETERANS AFFAIR	S	
61.18	Section 1. <u>VETERANS AFFAIRS.</u>		
61.19	The sums shown in the columns marked "Appropr	iations" are appropriated to the	
61.19 61.20	The sums shown in the columns marked "Appropragencies and for the purposes specified in this article. T		
		he appropriations are from the	
61.20	agencies and for the purposes specified in this article. T	he appropriations are from the ted for each purpose. The figures	
61.20 61.21	agencies and for the purposes specified in this article. To general fund and are available for the fiscal years indicated	he appropriations are from the ted for each purpose. The figures ropriations listed under them are	
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61.20 61.21 61.22 61.23 61.24	agencies and for the purposes specified in this article. To general fund and are available for the fiscal years indicate "2010" and "2011" used in this article mean that the approximately available for the fiscal year ending June 30, 2010, or June first year" is fiscal year 2010. "The second year" is fiscal	he appropriations are from the ted for each purpose. The figures ropriations listed under them are the 30, 2011, respectively. "The	
61.20 61.21 61.22 61.23 61.24 61.25 61.26 61.27 61.28	agencies and for the purposes specified in this article. To general fund and are available for the fiscal years indicate "2010" and "2011" used in this article mean that the approximately available for the fiscal year ending June 30, 2010, or June first year" is fiscal year 2010. "The second year" is fiscal	he appropriations are from the ted for each purpose. The figures ropriations listed under them are no 30, 2011, respectively. "The l year 2011. "The biennium" is  APPROPRIATIONS Available for the Year Ending June 30	
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62.1	Of this amount, \$500,000 in fiscal year 2010
62.2	and \$500,000 in fiscal year 2011 are to be
62.3	used to continue working on the merger of
62.4	the Department of Veterans Affairs computer
62.5	system and the former Veterans Homes
62.6	Board computer system.
62.7	Minnesota GI Bill. \$1,450,000 each year
62.8	is for the Minnesota GI Bill program in
62.9	Minnesota Statutes, section 197.791. Of
62.10	this amount, \$100,000 each year must be
62.11	transferred to the Office of Higher Education
62.12	for use in administering the GI Bill program.
62.13	<b>Veterans Service Organization Grants.</b>
62.14	\$353,000 each year is for grants to the
62.15	following congressionally chartered veterans
62.16	service organizations, as designated by the
62.17	commissioner: Disabled American Veterans,
62.18	Military Order of the Purple Heart, the
62.19	American Legion, Veterans of Foreign Wars,
62.20	Vietnam Veterans of America, AMVETS,
62.21	and Paralyzed Veterans of America. This
62.22	funding must be allocated in direct proportion
62.23	to the funding currently being provided by
62.24	the commissioner to these organizations.
62.25	Homeless Veterans. \$350,000 each year
62.26	is in addition to the base and is a onetime
62.27	appropriation for a grant to the Minnesota
62.28	Assistance Council for Veterans (MACV)
62.29	to provide assistance throughout Minnesota
62.30	to veterans and their families who are
62.31	homeless or in danger of homelessness,
62.32	including housing, utility, employment, and
62.33	legal assistance, according to guidelines
62.34	established by the commissioner. In
62.35	order to avoid duplication of services,

63.1	the commissioner must ensure that this
63.2	assistance will be coordinated with all other
63.3	available programs for veterans.
63.4	<u>Subd. 3.</u> <u>Veterans Homes</u> <u>43,411,000</u> <u>42,476,00</u>
63.5	Veterans Homes Special Revenue Account.
63.6	The general fund appropriations made to
63.7	the department may be transferred to a
63.8	veterans homes special revenue account in
63.9	the special revenue fund in the same manner
63.10	as other receipts are deposited according
63.11	to Minnesota Statutes, section 198.34, and
63.12	are appropriated to the department for the
63.13	operation of veterans homes facilities and
63.14	programs.
63.15	Repair and Betterment. Of this
63.16	appropriation, \$1,435,000 in fiscal year
63.17	2010 and \$500,000 in fiscal year 2011
63.18	are to be used for repair, maintenance,
63.19	rehabilitation, and betterment activities at
63.20	facilities statewide.
63.21	Hastings Veterans Home. \$220,000 each
63.22	year is for increases in the mental health
63.23	program at the Hastings Veterans Home.
63.24	Food and Pharmaceuticals. \$600,000
63.25	each year is for increases in food and
63.26	pharmaceutical costs at the Minnesota
63.27	veterans homes. This is a onetime
63.28	appropriation.
63.29	Sec. 3. Minnesota Statutes 2008, section 43A.11, subdivision 7, is amended to read:
63.30	Subd. 7. Ranking of veterans. Applicants who meet the minimum qualifications
63.31	for a vacant position and claim disabled veteran's preference shall be listed in the applicar
63.32	pool ahead of all other applicants. Applicants who meet the minimum qualifications for a
63.33	vacant position and claim nondisabled veteran's preference shall be listed in the applicant
63.34	pool after those claiming disabled veteran's preference and ahead of nonveterans. <u>Each</u>

recently separated veteran who meets minimum qualifications for a vacant position and 64.1 has claimed a veterans or disabled veterans preference must be granted an interview for 64.2 the position by the hiring authority. 64.3 The term "recently separated veteran" means a veteran, as defined in section 64.4 197.447, who has served in active military service, at any time on or after September 64.5 11, 2001, and who has been honorably discharged from active service, as shown by the 64.6 person's form DD-214. 64.7 **EFFECTIVE DATE.** This section is effective July 1, 2009, and applies to all 64.8 appointments made on or after that date. 64.9 Sec. 4. Minnesota Statutes 2008, section 171.06, subdivision 3, is amended to read: 64.10 64.11 Subd. 3. Contents of application; other information. (a) An application must: (1) state the full name, date of birth, sex, and either (i) the residence address of the 64.12 applicant, or (ii) designated address under section 5B.05; 64.13 (2) as may be required by the commissioner, contain a description of the applicant 64.14 and any other facts pertaining to the applicant, the applicant's driving privileges, and the 64.15 applicant's ability to operate a motor vehicle with safety; 64.16 (3) state: 64.17 (i) the applicant's Social Security number; or 64.18 (ii) if the applicant does not have a Social Security number and is applying for a 64.19 Minnesota identification card, instruction permit, or class D provisional or driver's license, 64.20 that the applicant certifies that the applicant does not have a Social Security number; 64.21 (4) contain a space where the applicant may indicate a desire to make an anatomical 64.22 gift according to paragraph (b); and 64.23 (5) contain a notification to the applicant of the availability of a living will/health 64.24 care directive designation on the license under section 171.07, subdivision 7; and 64.25 (6) contain a space where the applicant may request a veteran designation on the 64.26 license under section 171.07, subdivision 15, and the driving record under section 171.12, 64.27 subdivision 5a. 64.28 (b) If the applicant does not indicate a desire to make an anatomical gift when 64.29 the application is made, the applicant must be offered a donor document in accordance 64.30 with section 171.07, subdivision 5. The application must contain statements sufficient to 64.31 comply with the requirements of the Darlene Luther Revised Uniform Anatomical Gift 64.32 Act, chapter 525A, so that execution of the application or donor document will make 64.33 the anatomical gift as provided in section 171.07, subdivision 5, for those indicating a 64.34 64.35 desire to make an anatomical gift. The application must be accompanied by information

65.1	describing Minnesota laws regarding anatomical gifts and the need for and benefits of
65.2	anatomical gifts, and the legal implications of making an anatomical gift, including the
65.3	law governing revocation of anatomical gifts. The commissioner shall distribute a notice
65.4	that must accompany all applications for and renewals of a driver's license or Minnesota
65.5	identification card. The notice must be prepared in conjunction with a Minnesota organ
65.6	procurement organization that is certified by the federal Department of Health and Human
65.7	Services and must include:
65.8	(1) a statement that provides a fair and reasonable description of the organ donation
65.9	process, the care of the donor body after death, and the importance of informing family
65.10	members of the donation decision; and
65.11	(2) a telephone number in a certified Minnesota organ procurement organization that
65.12	may be called with respect to questions regarding anatomical gifts.
65.13	(c) The application must be accompanied also by information containing relevant
65.14	facts relating to:
65.15	(1) the effect of alcohol on driving ability;
65.16	(2) the effect of mixing alcohol with drugs;
65.17	(3) the laws of Minnesota relating to operation of a motor vehicle while under the
65.18	influence of alcohol or a controlled substance; and
65.19	(4) the levels of alcohol-related fatalities and accidents in Minnesota and of arrests
65.20	for alcohol-related violations.
65.21	Sec. 5. Minnesota Statutes 2008, section 171.07, is amended by adding a subdivision
65.22	to read:
65.23	Subd. 15. Veteran designation. (a) At the request of the applicant and on payment
65.24	of the required fee, the department shall issue, renew, or reissue a driver's license or
65.25	Minnesota identification card bearing the designation "Veteran" to an applicant who is
65.26	a veteran, as defined in section 197.447.
65.27	(b) At the time of the initial application for the designation provided under this
65.28	subdivision, the applicant must have a certified copy of the veteran's discharge papers.
65.29	(c) The commissioner of public safety is required to issue drivers' licenses and
65.30	Minnesota identification cards with the veteran designation only after entering a new
65.31	contract or in coordination with producing a new card design with modifications made
65.32	as required by law.

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**EFFECTIVE DATE.** This section is effective August 1, 2009, and applies to

drivers' licenses and Minnesota identification cards issued as stated in paragraph (c).

1	Sec. 6. Minnesota Statutes 2008, section 171.12, is amended by adding a subdivision
2	to read:
3	Subd. 5a. Veteran designation. When an applicant for a driver's license, instruction
4	permit, or Minnesota identification card requests a veteran designation under section
5	171.06, subdivision 3, the commissioner shall maintain a computer record of veteran
	designations. The veteran designation may be removed from the computer record only
	upon written notice to the department. The veteran designation is classified as private data
	on individuals as defined in section 13.02, subdivision 12.
	Sec. 7. Minnesota Statutes 2008, section 197.455, subdivision 1, is amended to read:
	Subdivision 1. <b>Application.</b> (a) This section shall govern preference of a veteran
	under the civil service laws, charter provisions, ordinances, rules or regulations of a
	county, city, town, school district, or other municipality or political subdivision of this
	state. Any provision in a law, charter, ordinance, rule or regulation contrary to the
	applicable provisions of this section is void to the extent of such inconsistency.
	(b) Sections 197.46 to 197.48 shall not also apply to state civil service. a veteran
	who is an incumbent in a classified appointment in the state civil service and has
	completed the probationary period for that position, as defined under section 43A.16.
	In matters of dismissal from such a position, a qualified veteran has the irrevocable
	option of using the procedures described in sections 197.46 to 197.481, or the procedures
	provided in the collective bargaining agreement applicable to the person, but not both.
	For a qualified veteran electing to use the procedures of sections 197.46 to 197.481, the
	matters governed by those sections must not be considered grievances under a collective
	bargaining agreement, and if a veteran elects to appeal the dispute through those sections,
	the veteran is precluded from making an appeal under the grievance procedure of the
	collective bargaining agreement.
	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2009, and applies to
	appointments to state and local government positions of employment made on or after
	that date.
	Sec. 8. Minnesota Statutes 2008, section 197.46, is amended to read:
	197.46 VETERANS PREFERENCE ACT; REMOVAL FORBIDDEN; RIGHT
	OF MANDAMUS.
	Any person whose rights may be in any way prejudiced contrary to any of the
	provisions of this section, shall be entitled to a writ of mandamus to remedy the wrong.

No person holding a position by appointment or employment in the several counties, cities, towns, school districts and all other political subdivisions in the state, who is a veteran separated from the military service under honorable conditions, shall be removed from such position or employment except for incompetency or misconduct shown after a hearing, upon due notice, upon stated charges, in writing.

Any veteran who has been notified of the intent to discharge the veteran from an appointed position or employment pursuant to this section shall be notified in writing of such intent to discharge and of the veteran's right to request a hearing within 60 days of receipt of the notice of intent to discharge. The failure of a veteran to request a hearing within the provided 60-day period shall constitute a waiver of the right to a hearing. Such failure shall also waive all other available legal remedies for reinstatement.

Request for a hearing concerning such a discharge shall be made in writing and submitted by mail or personal service to the employment office of the concerned employer or other appropriate office or person.

In all governmental subdivisions having an established civil service board or commission, or merit system authority, such hearing for removal or discharge shall be held before such civil service board or commission or merit system authority. Where no such civil service board or commission or merit system authority exists, such hearing shall be held by a board of three persons appointed as follows: one by the governmental subdivision, one by the veteran, and the third by the two so selected. In the event the two persons so selected do not appoint the third person within ten days after the appointment of the last of the two, then the judge of the district court of the county wherein the proceeding is pending, or if there be more than one judge in said county then any judge in chambers, shall have jurisdiction to appoint, and upon application of either or both of the two so selected shall appoint, the third person to the board and the person so appointed by the judge with the two first selected shall constitute the board. The veteran may appeal from the decision of the board upon the charges to the district court by causing written notice of appeal, stating the grounds thereof, to be served upon the governmental subdivision or officer making the charges within 15 days after notice of the decision and by filing the original notice of appeal with proof of service thereof in the office of the court administrator of the district court within ten days after service thereof. Nothing in section 197.455 or this section shall be construed to apply to the position of private secretary, teacher, superintendent of schools, or one chief deputy of any elected official or head of a department, or to any person holding a strictly confidential relation to the appointing officer. The burden of establishing such relationship shall be upon the appointing officer in all proceedings and actions relating thereto.

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68.1	All officers, boards, commissions, and employees shall conform to, comply with,
68.2	and aid in all proper ways in carrying into effect the provisions of section 197.455 and this
68.3	section notwithstanding any laws, charter provisions, ordinances or rules to the contrary.
68.4	Any willful violation of such sections by officers, officials, or employees is a misdemeanor.
68.5	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2009.
68.6	Sec. 9. Minnesota Statutes 2008, section 198.003, is amended by adding a subdivision
68.7	to read:
68.8	Subd. 7. Use of Medicare Part D for pharmacy costs. (a) The commissioner
68.9	shall maximize the use of Medicare Part D to pay pharmacy costs for eligible veterans
68.10	residing at the veterans homes.
68.11	(b) The commissioner shall encourage eligible veterans to participate in the
68.12	Medicare Part D program and assist veterans in obtaining Medicare Part D coverage.
68.13	(c) The commissioner shall take any necessary steps to prevent an eligible veteran
68.14	participating in Medicare Part D from receiving fewer benefits under Medicare Part D
68.15	than they would have received under their existing Veterans Administration benefits.
68.16 68.17	Sec. 10. [198.365] VETERANS MENTAL HEALTH FACILITY; KANDIYOHI COUNTY.
68.18	Subdivision 1. <b>Establishment.</b> (a) The commissioner of veterans affairs shall
68.19	establish a 90-bed facility in Kandiyohi County to provide residential mental health
68.20	nursing services to veterans, in conformance with licensing rules of the Department of
68.21	Health and funding requirements of the United States Department of Veterans Affairs.
68.22	(b) Services provided by the facility must include, but not be limited to:
68.23	(1) geriatric care for mentally ill veterans who have severe behavior problems;
68.24	(2) inpatient treatment, including long-term and domiciliary care, for veterans with
68.25	traumatic brain injury;
68.26	(3) inpatient treatment services, including long-term and domiciliary care, for
68.27	veterans with posttraumatic stress disorder;
68.28	(4) inpatient treatment for veterans with a dual diagnosis of mental illness and
68.29	chemical dependency;
68.30	(5) long-term and domiciliary care for any veteran; and
68.31	(6) standard long-term care.
68.32	(c) To the extent practicable, the facility shall accept referrals from veterans homes
68.33	in the state.

69.1	Subd. 2. Funding. (a) The facility must be purchased or built with funds, 65
69.2	percent of which must be provided by the federal government and 35 percent by other
69.3	nonstate sources, including local units of government, veterans organizations, business
69.4	entities, volunteer organizations, and any other nonstate sources deemed acceptable by
69.5	the commissioner. Local contributions must include land for the facility and grounds,
69.6	and funding sufficient to cover the full state and local contribution for the federal
69.7	matching grant. The commissioner is authorized to accept pledges and funding, including
69.8	contributions of land, from these local sources for this purpose.
69.9	(b) The commissioner shall seek private funding to develop a public-private
69.10	partnership to provide services at this facility for veterans with traumatic brain injury and
69.11	with posttraumatic stress disorder, as well as for veterans who have a dual diagnosis of
69.12	mental illness and chemical dependency.
69.13	(c) The commissioner shall seek all sources of federal funding available for
69.14	long-term and domiciliary care, and for treatment of posttraumatic stress disorder and
69.15	traumatic brain injury at this facility.
69.16	(d) The commissioner shall seek funding from state and federal sources to fund
69.17	traumatic brain injury research at this facility.
69.18	Subd. 3. Ownership; lease/buyback agreement. Upon completion of construction
69.19	and commencement of operations, the county or city providing the majority of the local
69.20	share funding shall own the facility. The commissioner of administration may enter into a
69.21	20-year lease/buyback agreement with that local government entity, following satisfaction
69.22	of which all ownership shall transfer to the state.
69.23	Sec. 11. Minnesota Statutes 2008, section 626.8517, is amended to read:
69.24	626.8517 ELIGIBILITY FOR RECIPROCITY EXAMINATION BASED ON
69.25	RELEVANT MILITARY EXPERIENCE.
69.26	(a) For purposes of this section, "relevant military experience" means five years of
69.27	active duty military police service.:
69.28	(1) five years' active service experience in a military law enforcement occupational
69.29	specialty;
69.30	(2) three years' active service experience in a military law enforcement occupational
69.31	specialty and completion of a two-year or more degree from a regionally accredited
69.32	postsecondary education institution; or
69.33	(3) five years' cumulative experience as a full-time peace officer in another state
69.34	combined with active service experience in a military law enforcement occupational
69.35	specialty.

- (b) A person who has relevant military experience <u>under paragraph (a)</u> and who has been honorably discharged from the military <u>active service as evidenced by a form</u>

  <u>DD-214</u> is eligible to take the reciprocity examination. "Active service" has the meaning given in section 190.05, subdivision 5.
- Sec. 12. Laws 2008, chapter 297, article 2, section 26, subdivision 3, is amended to read:
  - Subd. 3. Administrative provisions. (a) The commissioner of veterans affairs, or the commissioner's designee, must convene the initial meeting of the working group. Upon request of the working group, the commissioner must provide meeting space and administrative services for the group. The members of the working group must elect a chair or co-chairs from the legislative members of the working group at the initial meeting. Each subsequent meeting is at the call of the chair or co-chairs.
  - (b) Public members of the working group serve without special compensation or special payment of expenses from the working group.
  - (c) The working group expires on June 30, <del>2009</del> 2010, unless an extension is authorized by law by that date.

#### Sec. 13. **DATE OPERATIONAL.**

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To the extent practicable, the commissioner of veterans affairs shall design, construct, furnish, and equip the veterans mental health facility authorized in Minnesota Statutes, section 198.365, for commencement of operations on July 1, 2013. No state general fund money may be expended for operational costs for this facility prior to that date and without further legislative authorization.

#### Sec. 14. **REPORTING REQUIRED.**

- (a) The commissioner of finance must collect the following data annually from each cabinet-level state agency, with the exception of the Metropolitan Council, and must report those data, by agency, by the second week of each legislative session, beginning in 2011, to the chairs and leading minority members of each of the house of representatives and senate committees having responsibility for veterans policy and finance issues:
  - (1) the total number of persons employed in full-time positions by the state agency;
- 70.30 (2) the total number of employees identified in clause (1) who are veterans;
- 70.31 (3) the total number of vacant full-time positions in the agency filled by hiring or appointment during the designated fiscal year;
- 70.33 (4) the total number of applications received for the positions identified in clause (3);

(5) the total number of applications identified in clause (4) for	which veterans
preference was elected by the applicant;	
(6) the total number of applications identified in clause (5) for	which the veteran
applicant was judged by the hiring authority as meeting minimum re	equirements for the
open positions of employment;	
(7) the total number of veteran applicants identified in clause	(6) who were
interviewed by the hiring authority for the open positions of employ	ment in the agency;
(8) the total number of veteran applicants identified in clause (	7) who were selected
for and offered employment within the open positions of employment	nt in the agency;
(9) the total number of veteran applicants identified in clause (	(8) who were hired
into the open positions of employment in the agency;	
(10) the total number of veteran applicants identified in clause	(6) who were sent a
rejection letter, in accordance with Minnesota Statutes, section 43A.	11, subdivision 9; and
(11) any other data or information deemed important by the co	ommissioner of
administration and reflecting on the efforts of the subject agency to	recruit and hire
veterans.	
(b) The data must reflect one full fiscal year or one full calendary	ar year, as determined
by the commissioner of finance.	
(c) The term "veteran" has the meaning given in Minnesota Star	tutes, section 197.447.
<b>EFFECTIVE DATE.</b> This section is effective July 1, 2009.	
Sec. 15. ALLIED FORCES; ESTIMATE OF ELIGIBILITY.	<u>.</u>
By January 15, 2010, the commissioner of veterans affairs sha	ll contact the United
States Department of Defense, the United States Department of Vete	erans Affairs, and
other relevant federal agencies as necessary to determine the number	er and identities of
Minnesota residents who, as former residents of Vietnam or Laos, si	ignificantly aided or
assisted the United States armed forces during the period of the Viet	nam War, and, to the
extent possible and in observance of federal and state privacy laws an	nd best practices, shall
locate an official federal list of those persons. The purpose of this di	irective is to provide
information helpful to the legislature in weighing the feasibility of ex	tending state veterans'
benefits to Minnesota residents who have served as allied soldiers du	ring the Vietnam War.
Sec. 16. <u>INTERAGENCY STAFF.</u>	
For fiscal years 2010 and 2011, the Department of Veterans A	ffairs may not use
funds appropriated in this article directly or indirectly to pay for the	services of staff in the
Office of the Governor	